

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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| In re: Petition by Intrado Communications, Inc. for arbitration of certain rates, terms, and conditions for interconnection and related arrangements with BellSouth Telecommunications, Inc. d/b/a AT&T Florida, pursuant to Section 252(b) of the Communications Act of 1934, as amended, and Sections 120.80(13), 120.57(1), 364.15, 364.16, 364.161, and 364.162, F.S., and Rule 28-106.201, F.A.C. | DOCKET NO. 070736-TP ORDER NO. PSC-08-0798-FOF-TP ISSUED: December 3, 2008 |
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The following Commissioners participated in the disposition of this matter:

MATTHEW M. CARTER II, Chairman
LISA POLAK EDGAR
KATRINA J. McMURRIAN
NANCY ARGENZIANO
NATHAN A. SKOP

FINAL ORDER

BY THE COMMISSION:

I. Case Background:

On December 21, 2007, Intrado Communications, Inc. (Intrado Comm) filed a Petition for Arbitration of certain rates, terms, and conditions for interconnection and related arrangements with BellSouth Telecommunications, Inc. d/b/a AT&T Florida (AT&T), pursuant to Section 252(b) of the Communications Act of 1934, as amended¹ (Act), and Sections 120.80(13), 120.57(1), 364.15, 364.16, 364.161, and 364.162, Florida Statutes (F.S.), and Rule 28-106.201, Florida Administrative Code (F.A.C.). An evidentiary hearing was held on July 10, 2008.

We are vested with jurisdiction over this subject matter by the provisions of Chapters 364 and 120, F.S.

¹ Telecommunications Act of 1996, Pub. L. 104-104, 110 Stat. 56 (1996) (codified at 47 U.S.C. §§ 151, et seq. (1996)).

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II. Analysis:

A. Intrado Comm service offering

We examine Intrado Comm's service offering, which involves the provision of 911/E911 service to Public Safety Answering Points (PSAPs)² and government entities. An important consideration is whether Intrado Comm's service offering meets the definition of a "telephone exchange service," as the term is defined in §3 of the Act.

SEC. 3. [47 U.S.C. 153] DEFINITIONS.

(47) TELEPHONE EXCHANGE SERVICE.--The term "telephone exchange service" means (A) service within a telephone exchange, or within a connected system of telephone exchanges within the same exchange area operated to furnish to subscribers intercommunicating service of the character ordinarily furnished by a single exchange, and which is covered by the exchange service charge, or (B) comparable service provided through a system of switches, transmission equipment, or other facilities (or combination thereof) by which a subscriber can originate and terminate a telecommunications service.

Intrado Comm believes its "Intelligent Emergency Network"TM service meets this definition. AT&T disagrees with Intrado Comm's assertion. This determination is key to whether AT&T (as an incumbent local exchange carrier) must enter into an interconnection agreement with Intrado Comm pursuant to the obligations set forth in §251(a) or in §251(c) of the Act. Further arguments are summarized below.

Parties' Arguments

Intrado Comm contends that when it provides its end-to-end 911/E911 service offering to Florida public safety agencies, Intrado Comm provides telephone exchange service. AT&T contends that this service does not constitute telephone exchange service or exchange access service. AT&T asserts that Intrado Comm is offering a service that does not serve the end users who place 911/E911 calls, but rather aggregates the 911/E911 traffic from end users of other carriers to deliver to Intrado Comm's customer, which is a PSAP. The parties agree that Intrado Comm will be offering alternative 911/E911 service to Florida counties, public safety agencies and PSAPs, but they disagree whether the service should be classified as a telephone exchange service.

Intrado Comm witness Hicks³ admits that its service is not exchange access service but states that Intrado Comm will provide telephone exchange service to PSAPs. The FCC has stated that exchange access service involves traffic originated in one exchange that terminates in

² For purposes of the "911" system, §365.172, F.S., defines an "[a]nswering point" to mean "the public safety agency that receives incoming 911 calls and dispatches appropriate public safety agencies to respond to the calls."

³ Intrado Comm witness Thomas Hicks adopted the pre-filed testimony of Carey Spence-Lenss, who was unable to attend the hearing.

another exchange.⁴ Therefore, AT&T argues that because Intrado Comm has admitted that it will not offer exchange access, the only remaining issue is whether Intrado Comm will offer telephone exchange service. Intrado Comm witness Hicks testified that:

251 telephone exchange traffic is predicated on the fact that facsimile lines are basically one-way lines . . . that have been considered to be telephone exchange service . . . basically the services that Intrado [Comm] intends to provide provides two-way voice communications.

AT&T asserts that because the service that Intrado Comm intends to provide to PSAPs cannot be used to originate calls, this service does not qualify as telephone exchange service.

Intrado Comm asserts that the FCC determined that "telephone exchange service [is] not limited to traditional voice telephony, but include[s] non-traditional means of communicating information within a local area."⁵ Intrado Comm notes that the FCC has also stated that "a key component of telephone exchange service is 'intercommunication' among subscribers within a local exchange area."⁶ Intrado Comm argues that its service fulfills the FCC stated component of intercommunication because it allows 911/E911 users to be connected with PSAPs and communicate with local emergency personnel. Furthermore, Intrado Comm points out that AT&T's own tariff refers to its 911/E911 service as a telephone exchange service.⁷

AT&T contends that to qualify as a telephone exchange service, the service must be within an exchange boundary and capable of both originating and terminating intraexchange calls. AT&T argues that the service Intrado Comm intends to provide PSAPs does neither. AT&T states that Intrado Comm's own tariff filing indicates that it "is not responsible for the provision of local exchange service to its Customers." AT&T believes this is significant because Intrado Comm asserts that it does not intend to replace all of a PSAP's local exchange services, acknowledging that a PSAP or a Florida county may subscribe to additional local exchange service for placing administrative calls. An administrative call is made from an administrative line that is connected to the PSAP system, which can call out to the public switched telephone network.

Intrado Comm further argues that it is requesting an interconnection agreement from AT&T for the mutual exchange of traffic. Intrado Comm contends that while 911/E911 trunks are generally one-way trunks, a "mutual exchange of traffic" need not occur over the same trunk.

⁴ *In the Matter of Deployment of Wireline Services Offering Advanced Telecommunications Capability*, 15 FCC Rcd 385 (1999) (Order on Remand) ¶35.

⁵ *Deployment of Wireline Services Offering Advanced Telecommunications Capability*, 15 FCC Rcd 385, ¶ 17 (1999) ("Advanced Services Order").

⁶ Advanced Services Order ¶ 30.

⁷ The AT&T tariff states that "911 service is a telephone exchange communication service whereby a PSAP designed by the customer may receive telephone calls to the telephone number 911 . . . [and] includes lines and equipment necessary for the answering, transferring and dispatching of public emergency telephone calls originated by persons within the serving area who dial 911."

Intrado Comm asserts that this exchange may be “properly reflected by traffic flows of originating and terminating traffic” through trunking configurations. Intrado Comm believes the FCC has lent credence to its argument. Specifically, Intrado Comm cites the FCC’s finding that established “intercommunication” as a hallmark for telephone exchange service. In doing so, Intrado Comm argues that the FCC recognized that without interconnection between an ILEC and an entrant, a customer would not be able to complete calls. Intrado Comm further argues that the FCC found that an ILEC has little incentive to aid new entrants’ entry into the marketplace, which is a matter Congress addressed in §251(c). Intrado Comm notes that AT&T witness Pellerin stated that a competitor must be interconnected with the Public Switched Telephone Network in order to provide 911/E911 service, which offers further support that Intrado Comm provisions telephone exchange service because entrants must be allowed to effectively compete.

Intrado Comm witness Hicks states that the “services that the PSAP uses would only be able to generate and originate a call transfer. They would not be able to utilize Intrado Comm’s offering to generate a traditional local call.” AT&T argues that Intrado Comm witness Hicks admits that Intrado Comm’s service cannot be used to originate a call. AT&T states that Intrado Comm’s inability to call back to a disconnected 911/E911 caller indicates that the 911/E911 service cannot be used to originate a call, and therefore does not meet the definition of telephone exchange service.

Analysis

The term “service” is central to this case. Both parties acknowledge that Intrado Comm offers a service, but differ as to what type of service is being offered. Establishing the nature of the service Intrado Comm is offering is important to determine whether Intrado Comm and AT&T should enter into an arrangement under §251(a), a general contract, or §251(c), an interconnection agreement. Section 251(c) specifically provides for an interconnection agreement between a competitive local exchange carrier and an incumbent local exchange carrier, whereas §251(a) allows for a general contract, commonly referred to as a commercial agreement. Section 251(c) imposes specific, asymmetric obligations on ILECs. Section 252 gives rise to an interconnection agreement incorporating the §251(c) obligations.

911/E911 Service

Section 365.172(3)(i), F.S., defines E911 service as the “enhanced 911 system or enhanced 911 service that is an emergency telephone system or service that provides a subscriber with 911 service and, in addition, directs 911 calls to appropriate public safety answering points by selective routing based on the geographical location from which the call originated.” Both Intrado Comm and AT&T agree that Intrado Comm will provide its services as a competitive 911/E911 provider. Upon Intrado Comm’s entry into the marketplace, PSAPs will have the opportunity to choose an alternate 911/E911 service provider.

Telephone Exchange Service

Intrado Comm’s Intelligent Emergency Network™ is a service that allows a PSAP to receive emergency calls. By identifying its service as “telephone exchange service” because it

“allows Florida consumers to be connected with PSAPs and communication with local emergency personnel,” Intrado Comm attempts to interpret 47 U.S.C. 153(47) to fit its own circumstances. 47 U.S.C. 153(47) defines “telephone exchange service” as one which can *both* originate and terminate calls. However, in the current service offering, Intrado Comm provides a service that cannot be used to originate a call. Intrado Comm witness Hicks states that Intrado Comm both originates and terminates calls from a 911/E911 caller because Intrado Comm can transfer calls from one PSAP to another PSAP. Intrado Comm witness Hicks, however, also admitted that the PSAP would not be able to call out with its service, which means that an outbound call cannot be placed unless a separate administrative local line is used.

We find that in order for a service to be considered a telephone exchange service, pursuant to 47 U.S.C. 153(47), it must provide for both the origination and termination of calls. Without the ability both to originate and terminate calls, Intrado Comm’s proposed services do not meet the definition of “telephone exchange service.” The Intelligent Emergency Network™ does not offer a PSAP the ability to call back a 911/E911 user, and administrative lines not offered by Intrado Comm would be required to place such a call.

B. AT&T’s requirement to offer interconnection under §251(c)

This section focuses on whether AT&T is required to offer interconnection to Intrado Comm under §251(a) or §251(c) of the Act. Section 251(a) of the Act describes the general duty of all telecommunications carriers to interconnect, while §251(c) addresses specific obligations imposed only on incumbent local exchange carriers (ILECs). Two aspects of §251(c) are particularly significant:

- Section 251(c)(2) includes a reference to “telephone exchange service,” and
- Section 251(c)(3) addresses the ILEC’s obligation to provide access to unbundled network elements (UNEs). In essence, this concern is a “rates” issue since AT&T would be obligated to offer these UNEs to Intrado Comm at Total Element Long-Run Incremental Cost (TELRIC) based rates, as opposed to the more general pricing standard applicable to items provided pursuant to §251(a).

Intrado Comm contends that a §251(c) agreement is appropriate since its service offering meets the definition of “telephone exchange service.” It believes AT&T is obligated to offer it cost-based, unbundled access to the elements it wants pursuant to §251(c) of the Act. AT&T disagrees with both assertions.

AT&T believes Intrado Comm’s “Intelligent Emergency Network”™ service is not a “telephone exchange service,” and as such, the consideration of interconnection with Intrado Comm pursuant to §251(c) is moot. AT&T summarily contends that Intrado Comm is not providing “telephone exchange service” subject to any portion of §251(c), and is therefore not entitled to a §251(c) interconnection agreement. AT&T further states that “the proper denial of this request obviates the need to entertain any of the other issues in this proceeding.”

Parties' Arguments

Intrado Comm contends that it cannot offer 911/E911 service in Florida without interconnecting to the Public Switched Telephone Network under §251(c). AT&T disputes this claim, stating that Intrado Comm can purchase wholesale services through commercial agreements negotiated pursuant to §251(a). AT&T argues that Intrado Comm's emergency services are not telephone exchange service or exchange access. AT&T further argues that without telephone exchange service or exchange access offerings, it is not obligated to offer Intrado Comm rates and terms pursuant to §251(c).

Intrado Comm asserts that §251 and §252 were designed to allow competitors to enter the marketplace quickly and §252 specifically addresses interconnection on a level playing field. The benefit Intrado Comm believes §251(c) will provide it is a level playing field, the provision of service at TELRIC rates, and different connection standards that are established by the Act. Intrado Comm argues that it is a competitive local exchange carrier and, as such, is entitled to interconnection with AT&T pursuant to §251(c). AT&T counters that without offering both the origination and termination of calls, Intrado Comm does not offer telephone exchange service. Absent the provision of telephone exchange service, AT&T asserts that Intrado Comm may only negotiate pursuant to §251(a), not §251(c). AT&T further asserts that §251(c)(2)(A) provides that an ILEC has a duty to interconnect "for the transmission and routing of telephone exchange service and exchange access." Intrado Comm contends its right to interconnect pursuant to §251(c) is established because competitors are entitled to interconnect with ILECs.

Intrado Comm asserts that its proposed interconnection arrangements will ensure a level playing field for any alternative 911/E911 service providers. Intrado Comm contends that it is not required to enter into commercial agreements because of §251(c). Intrado Comm explains that a §251(c) interconnection agreement is its right as a CLEC and that leaving agreements to be made under §251(a) would be detrimental to the goals of the Act because it would favor AT&T over any other carrier, including any other providers of competitive 911/E911 service. Upon questioning from AT&T, Intrado Comm witness Hicks acknowledges that Intrado Comm chose to request a §251(c) interconnection agreement and that all of the services it desires could have been obtained through a commercial agreement. AT&T argues that because Intrado Comm's service to PSAPs cannot be used to originate calls, the service does not qualify as telephone exchange service and therefore does not qualify for interconnection pursuant to §251(c).

Analysis

Section 251 establishes the interconnection rights and obligations of telecommunications carriers, including local exchange telecommunications carriers. More specifically, §251(a) imposes a general obligation on all telecommunications carriers to "interconnect directly or indirectly with the facilities and equipment of other telecommunications carriers." Section 251(c) goes beyond the general obligation and imposes specific obligations on incumbent local exchange carriers (like AT&T) to allow interconnection by competing carriers on the incumbent's network.

If Intrado Comm becomes the 911/E911 service provider to PSAPs, AT&T becomes the carrier requesting interconnection on Intrado Comm's network in order to provide access to 911/E911 to AT&T's end user customers. AT&T believes the requirements imposed on ILECs do not support the type of interconnection arrangements currently requested by Intrado Comm. AT&T would be in a situation where it would be both the ILEC providing interconnection and a carrier seeking access. This situation could present a serious disadvantage to AT&T, who would pay for Intrado Comm establishing its 911/E911 service. We are concerned that the costs for interconnection would be borne by AT&T. AT&T witness Pellerin expressed concern as well.

Intrado Comm seeks a §251(c) interconnection agreement with AT&T to gain access to the Public Switched Telephone Network to offer its competitive services to PSAPs throughout the State of Florida. However, we find that the service Intrado Comm intends to provide is not one that will both originate and terminate calls. We find that §251(c) applies when a telecommunications carrier requests interconnection with an ILEC such as AT&T to offer telephone exchange service and exchange access. However, §251(c) does not apply or impose specific obligations on an ILEC when the ILEC seeks interconnection on the CLEC's network. In its brief, Intrado Comm states that §251(c) plays a critical role in allowing it a "fair opportunity to compete in the Florida marketplace." Intrado Comm asserts that §251(c) provides it the ability to "obtain the interconnection and interoperability arrangements it needs to provide its 911/E911 service to Florida counties and PSAPs while, at the same time, promoting the reliability and redundancy critical to public safety."

Because Intrado Comm does not offer telephone exchange service, AT&T is not obligated to interconnect with Intrado Comm pursuant to §251(c). In addition, Intrado Comm has the ability to offer the services it wants without a §251(c) interconnection agreement through the use of a commercial agreement or AT&T's tariffs. Therefore, AT&T is not required to offer interconnection pursuant to §251(c).

Finally, we have arbitrated issues outside of §251(c) when both parties agreed to Commission action. To date, we have not reviewed any interconnection arrangements pursuant solely to §251(a).⁸

⁸ Recently, a similar issue was addressed by the Virginia State Corporation Commission (Virginia Commission), which deferred Intrado Comm's petition for arbitration to the FCC, stating the FCC should first decide whether Intrado Comm is entitled to §251(c) interconnection. *Petition of Intrado Comm. of Virginia, Inc. for Arbitration to Establish an Interconnection Agreement with Central Telephone Co. of Virginia d/b/a Embarq and United Tel.-Southeast, Inc. d/b/a Embarq, under Section 252(b) of the Telecommunications Act of 1996*, Order of Dismissal, Case No. PUC-2007-00112, at 2-3 (Feb. 14, 2008). As a result, Intrado Comm petitioned the FCC for resolution of the issues. *Petition of Intrado Comm. of Virginia Inc. Pursuant to Section 252(e)(5) of the Communications Act for Preemption of the Jurisdiction of the Virginia State Corp. Commission Regarding arbitration of an Interconnection Agreement with Central Tel. Co. of Virginia and United Tel.-Southeast, Inc.*, FCC WC Docket No. 08-33, filed March 6, 2008. The FCC granted Intrado Comm's petition, preempting the jurisdiction of the Virginia Commission in a Memorandum Order and Opinion, issued October 16, 2008, *In the matter of Petition of Intrado Communications of Virginia Inc. Pursuant to Section 252(e)(5) of the Communications Act for Preemption of the Jurisdiction of the Virginia State Corporation Commission Regarding Arbitration of an Interconnection Agreement with Verizon South Inc. and Verizon Virginia Inc.*, FCC WC Docket 08-185, stating that the Virginia Commission explicitly deferred action to the FCC.

C. Public Interest Considerations

With the emergence of a competitive 911/E911 provider in the Florida marketplace, there may be potential unintended consequences that affect more than just the current parties to this docket, impacting all carriers in Florida, including wireless and VoIP providers. Most carriers are directed by statute to provide their end users access to 911/E911 service. These carriers may incur higher costs to access 911/E911 service or be forced to rehome circuits,⁹ if a competitive provider's selective router is located outside of Florida. Intrado Comm currently has no selective routers in Florida, although it will eventually deploy a minimum of two selective routers within the state. We are concerned that carriers could potentially be transporting 911/E911 emergency calls up and down the state or perhaps even out of state. Intrado Comm witness Hicks states that it would be up to the connecting party to determine which points on Intrado Comm's network would be the most efficient for connection. The witness points out that AT&T currently has one selective router in each of the 10 LATAs AT&T serves in Florida.

Commission involvement in the provisioning of 911/E911 service is important because of the potential impact on the health and safety of Florida citizens. We note that 911/E911 service is an essential service in Florida. Pursuant to §364.01(4)(a), F.S., we are entrusted with protecting the public health, safety and welfare and must ensure access to basic local service, which includes access to 911/E911 service. It is imperative that access to 911/E911 service continue uninterrupted regardless of the 911/E911 service provider. We are further supported by the FCC which has acknowledged the importance of a state's role in 911/E911 matters.¹⁰

We find that this Commission is not the only agency or entity with an interest in monitoring of 911/E911 service. Intrado Comm witness Melcher acknowledges that 911/E911 service impacts many entities, stating that "[p]ublic safety deserves state of the art solutions and they should be able to pick and choose providers that offer products and services that best fit the needs and the budgets of those public safety communications professionals." At the hearing in Docket No. 070699-TP, this witness stated that:

Public safety is the customer. It's the public safety leaders that should be involved in the decision-making process. And what is so sad to me is that as these kinds of hearings are going on around the country today, the person not sitting at the table that needs to be represented is the public safety leader. They have to be provided choices, they have to be given options that they've not been given in the past.

AT&T witness Pellerin also acknowledged the multi-faceted nature of 911/E911 service, stating that:

⁹ Rehoming is when there is a major network change which involves moving customer services from one switching center to another and establishing the necessary trunking facilities to do so. Harry Newton, Newton's Telecom Dictionary, 19th ed. 2003.

¹⁰ The Wireless Telecommunications and Public Safety Act of 1999 mandates that the Federal Communications Commission "shall encourage and support efforts by States to deploy comprehensive end-to-end emergency communications infrastructure and programs, based on coordinated statewide plans, including seamless, ubiquitous, reliable wireless telecommunications networks and enhanced wireless 911 service."

[i]t is essential that the requesting PSAPs participate in negotiating an arrangement that meets their specific and unique needs; otherwise, 911 call transfers may not work the way they intended or expected, possibly resulting in loss of life. . . . It's important that the PSAPs have a bona fide need to transfer calls between them and that their need is met by including them in the arrangement to provide that service, and that is not in a two-party Section 251(c) interconnection agreement between an ILEC such as AT&T and a CLEC such as Intrado [Comm].

Sections 365.171-175, F.S., address Florida's 911/E911 plan. Any changes involving 911/E911 require the facilitation and cooperation of all affected agencies and entities to resolve any changes or complications that affect 911/E911 in Florida. Decisions affecting the provision of 911/E911 service in Florida are made by several different agencies, including the Department of Management Services, local and state officials, providers and PSAPs. Accordingly, any discussion regarding the provisioning of competitive 911/E911 service in Florida requires that all potentially affected parties be consulted and afforded an opportunity to weigh in on these vital matters.

III. Decision:

We find that Intrado Comm currently provides or intends to provide 911/E911 service to Public Safety Answering Points in Florida. This service does not meet the definition of "telephone exchange service" pursuant to 47 U.S.C. 153(47) because the service will not provide the ability both to originate and terminate calls.

We also find that Intrado Comm's 911/E911 service does not meet the definition of "telephone exchange service," pursuant to the provisions set forth in §251(c). We also find that AT&T is not required to provide interconnection pursuant to the provisions set forth in §251(c). Because any resulting agreement between the parties will not be pursuant to §251(c), we need not address the remaining 22 issues identified in the Prehearing Order, Order No. PSC-08-0400-PHO-TP.

This docket shall be closed and the parties may negotiate a commercial agreement pursuant to §251(a). We are aware of several public policy matters that may warrant examination with the emergence of competitive 911/E911 providers. As such, we direct our staff to further explore these matters.

Based on the foregoing, it is

ORDERED by Florida Public Service Commission that Intrado Communications, Inc. currently provides or intends to provide 911/E911 service to Public Safety Answering Points in Florida. It is further

ORDERED that Intrado Communications, Inc.'s service does not meet the definition of "telephone exchange service" pursuant to 47 U.S.C. 153(47) because it will not provide the ability both to originate and terminate calls. It is further

ORDERED that BellSouth Telecommunications, Inc. d/b/a AT&T Florida is not required to provide interconnection pursuant to the provisions set forth in §251(c) and the parties may negotiate a commercial agreement. It is further

ORDERED that the remaining 22 issues identified in the Prehearing Order, Order No. PSC-08-0400-PHO-TP, need not be addressed. It is further

ORDERED that our staff shall further explore public policy matters that may warrant examination with the emergence of competitive 911/E911 providers. It is further

ORDERED that this docket shall be closed.

By ORDER of the Florida Public Service Commission this 3rd day of December, 2008.



ANN COLE
Commission Clerk

(S E A L)

TLT

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Office of Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal with the Office of Commission Clerk, and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition by Intrado Communications, Inc. for arbitration of certain rates, terms, and conditions for interconnection and related arrangements with Embarq Florida, Inc., pursuant to Section 252(b) of the Communications Act of 1934, as amended, and Section 364.162, F.S.

DOCKET NO. 070699-TP
ORDER NO. PSC-08-0799-FOF-TP
ISSUED: December 3, 2008

The following Commissioners participated in the disposition of this matter:

MATTHEW M. CARTER II, Chairman
LISA POLAK EDGAR
KATRINA J. McMURRIAN
NANCY ARGENZIANO
NATHAN A. SKOP

FINAL ORDER

BY THE COMMISSION:

I. Case Background:

On November 27, 2007, Intrado Communications, Inc. (Intrado Comm) filed its Petition for Arbitration of certain rates, terms, and conditions for interconnection and related arrangements with Embarq Florida, Inc. (Embarq), pursuant to Section 252(b) of the Communications Act of 1934, as amended¹ (Act), and Section 364.162, Florida Statutes (F.S.). An evidentiary hearing was held July 9, 2008.

We are vested with jurisdiction over the subject matter by the provisions of Chapters 364 and 120, F.S.

II. Analysis:

A. Intrado Comm service offering

We examine Intrado Comm's service offering, which involves the provision of 911/E911 service to Public Safety Answering Points (PSAPs)² and government entities. An important

¹ Telecommunications Act of 1996, Pub. L. 104-104, 110 Stat. 56 (1996) (codified at 47 U.S.C. §§ 151, et seq. (1996)).

² For purposes of the "911" system, §365.172, F.S., defines an "[a]nswering point" to mean "the public safety agency that receives incoming 911 calls and dispatches appropriate public safety agencies to respond to the calls."

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consideration is whether Intrado Comm's service offering meets the definition of a "telephone exchange service," as the term is defined in §3 of the Act.

SEC. 3. [47 U.S.C. 153] DEFINITIONS.

(47) TELEPHONE EXCHANGE SERVICE.--The term "telephone exchange service" means (A) service within a telephone exchange, or within a connected system of telephone exchanges within the same exchange area operated to furnish to subscribers intercommunicating service of the character ordinarily furnished by a single exchange, and which is covered by the exchange service charge, or (B) comparable service provided through a system of switches, transmission equipment, or other facilities (or combination thereof) by which a subscriber can originate and terminate a telecommunications service.

Intrado Comm contends its "Intelligent Emergency Network"™ service meets this definition. Embarq disagrees that Intrado Comm's service qualifies as telephone exchange service. This determination is key to whether Embarq (as an incumbent local exchange carrier) must enter into an interconnection agreement with Intrado Comm pursuant to the obligations set forth in §251(a) or in §251(c) of the Act. Further arguments are summarized below.

Parties' Arguments

Intrado Comm contends the 911/E911 service it provides to PSAPs qualifies as telephone exchange service. Embarq asserts that Intrado Comm may be a telecommunications carrier entitled to interconnection under §251(a), but disagrees that the provision of 911/E911 service entitles Intrado Comm access to UNEs under §251(c).

Both parties agree that how competitive 911/E911 service is designated or categorized is integral to this case. Embarq contends that 911/E911 service is not telephone exchange service, and therefore not contemplated under §251(c). Intrado Comm asserts that while it does not currently offer dial tone local exchange service, Intrado Comm's provision of its end-to-end 911/E911 service offering to Florida PSAPs amounts to providing telephone exchange service.

In support of its argument that Intrado Comm does not offer telephone exchange service subject to §251(c) interconnection and unbundling requirements, Embarq argues that federal law requires that all providers of voice services provide their end users access to 911/E911 service. Embarq notes that the FCC defines the Wireline E911 Network as a separate network from the Public Switched Telephone Network. Embarq states that the PSAP chooses only one provider who will provide a service that is one-way in nature and jurisdictionally agnostic. Embarq further asserts that intercarrier compensation does not apply to 911/E911 service and funding is provided by end user surcharges.

Intrado Comm asserts that the FCC determined that "telephone exchange service [is] not limited to traditional voice telephony, but include[s] non-traditional means of communicating

information within a local area.”³ The FCC has also stated “a key component of telephone exchange service is ‘intercommunication’ among subscribers within a local exchange area.”⁴ Intrado Comm argues that its service fulfills the FCC stated goal of intercommunication because it allows 911/E911 users to be connected with PSAPs and communicate with local emergency personnel.

Embarq believes that 911/E911 is a unique service, and §251(c) is not applicable to 911/E911 traffic. Embarq argues that “providing a service that involves telecommunications is not the same as providing a telecommunications service.” Embarq further contends that when a provider uses telecommunications to provide an information service, an information service is being provided to the end user. Intrado Comm asserts that the nature of the service defines the classification, and the combined service it provides has an element of telecommunications.

Intrado Comm argues that its use of Internet protocol should not influence the classification of its 911/E911 service, stating that “[h]ow Intrado Comm may transport calls within its network has no bearing on the classification of the ultimate 911/E911 service offering it provides to Florida PSAPs.” Embarq cites to the FCC’s definition of an IP-enabled service as any service or application that relies on Internet Protocol,⁵ stating that “this IP-based service is not a telecommunications service or a telephone exchange service.” Embarq believes that Intrado Comm’s use of IP technology should be considered when establishing whether Intrado Comm’s proposed service arrangements constitute telephone exchange service for the purposes of §251(c).

Intrado Comm argues that the classification of its service does not depend on whether the PSAP has implemented IP customer premises equipment. Intrado Comm asserts that its Intelligent Emergency Network™ is a “Next Generation” 911/E911 network. Embarq counters that Intrado Comm’s network provides an IP-based information service, which is a type of service which has never been deemed by the FCC to be entitled to §251(c) rights. Intrado Comm states that its network incorporates IP-based technologies and thus accommodates legacy analog services and the IP-based services being offered today, while allowing for next generation technology not generally supported by existing 911/E911 networks.

Analysis

The term “service” is central to this case. Both parties acknowledge that Intrado Comm offers a service, but differ as to what type of service is being offered. Establishing the nature of the service Intrado Comm is offering is important to determine whether Intrado Comm and Embarq should enter into an arrangement under §251(a), a general contract, or §251(c), an interconnection agreement. Section 251(c) specifically provides for an interconnection

³*Deployment of Wireline Services Offering Advanced Telecommunications Capability*, 15 FCC Rcd 385, ¶ 17 (1999) (“Advanced Services Order”).

⁴Advanced Services Order ¶ 30.

⁵ *In the Matter of IP-Enabled Services*; WC Docket No. 04-36; Notice of Proposed Rulemaking; Released March 10, 2004; 19 FCC Rcd 4863.

agreement between a competitive local exchange carrier and an incumbent local exchange carrier to be filed by the parties with this Commission, whereas §251(a) allows for a general contract, commonly referred to as a commercial agreement. Section 251(c) imposes specific, asymmetric obligations on ILECs. Section 252 gives rise to an interconnection agreement incorporating the §251(c) obligations.

911/E911 Service

Section 365.172(3)(i), F.S., defines E911 service as the “enhanced 911 system or enhanced 911 service that is an emergency telephone system or service that provides a subscriber with 911 service and, in addition, directs 911 calls to appropriate public safety answering points by selective routing based on the geographical location from which the call originated.” Both Intrado Comm and Embarq agree that Intrado Comm will provide its services as a competitive alternative 911/E911 provider. Upon Intrado Comm’s entry into the marketplace, PSAPs will have the opportunity to choose an alternate 911/E911 service provider.

Telephone Exchange Service

Intrado Comm’s Intelligent Emergency Network™ is a service that allows a PSAP to receive emergency calls. By identifying its service as “telephone exchange service” because it “allows Florida consumers to be connected with PSAPs, and communication with local emergency personnel,” Intrado Comm attempts to interpret 47 U.S.C. 153(47) to fit its own circumstances. 47 U.S.C. 153(47) provides that a telecommunication service which can *both* originate and terminate calls, can constitute telephone exchange service. However, Intrado Comm provides a service that cannot be used to originate a call.

We find that in order for a service to be considered a telephone exchange service, pursuant to 47 U.S.C. 153(47), it must provide for both the origination and termination of calls. Without the ability both to originate and terminate calls, Intrado Comm’s proposed services do not meet the definition of “telephone exchange service.” The Intelligent Emergency Network™ does not offer a PSAP the ability to call back a 911/E911 user, and administrative lines not offered by Intrado Comm would be required to place such a call.

B. Embarq’s requirement to offer interconnection under §251(c)

This section focuses on whether Embarq is required to offer interconnection to Intrado Comm under §251(a) or §251(c) of the Act. Section 251(a) of the Act describes the general duty of all telecommunications carriers to interconnect, while §251(c) addresses specific obligations of incumbent local exchange companies (ILECs). Two aspects of §251(c) are particularly significant:

- Section 251(c)(2) includes a reference to “telephone exchange service;” and
- Section 251(c)(3) addresses the ILEC’s obligation to provide access to unbundled network elements (UNEs). In essence, this concern is a “rates” issue since Embarq would be obligated to offer these UNEs to Intrado Comm at TELRIC

(Total Element Long-Run Incremental Cost) rates, as opposed to the more general pricing standard applicable to items provided pursuant to §251(a).

Intrado Comm contends that a §251(c) agreement is appropriate since its service offering meets the definition of "telephone exchange service." It believes Embarq is obligated to offer it cost-based, unbundled access to the elements it wants pursuant to §251(c) of the Act.

Embarq believes that Intrado Comm's "Intelligent Emergency Network"™ service is not a "telephone exchange service," and as such, the consideration of interconnection with Intrado Comm pursuant to §251(c) is moot. It contends that Intrado Comm is not providing "telephone exchange service" to end users to dial 911/E911, or wholesale services to carriers or other wholesale providers. Embarq believes that Intrado Comm's 911/E911 service is a unique service that is not contemplated by §251(c), and therefore is not entitled to a §251(c) interconnection agreement.

Parties' Arguments

Both Intrado Comm and Embarq believe that the core issue is whether §251(c) or §251(a) applies to the interconnection between the parties when Intrado Comm is the 911/E911 service provider to a PSAP. The benefit Intrado Comm believes §251(c) will provide it is a level playing field, the provision of service at TELRIC rates, and connection standards that are established by the Act. Intrado Comm asserts that in order to provide its 911/E911 services to Florida PSAPs, Intrado Comm must interconnect with Embarq. Intrado Comm states that CLECs are entitled to interconnect with ILECs pursuant to §251(c).

Embarq disagrees with this assertion. Rather, Embarq argues that Intrado Comm is not a competitive local exchange provider that provides telephone exchange service and thus §251(a) is the appropriate section of the Act that governs the parties' interconnection arrangements. Embarq believes that §251(a) rather than §251(c) applies to the interconnection of the parties' networks when Intrado Comm is the 911/E911 service provider to a PSAP. Embarq asserts that §251(c) would only apply if Embarq is the 911/E911 provider to a PSAP, and Intrado Comm seeks interconnection with Embarq to terminate its end users' 911/E911 calls.

Intrado Comm believes that it is not required to use a commercial agreement (*i.e.*, a §251(a) agreement) because the FCC has recognized that without interconnection between competitors and ILECs, competitors would be unable to effectively enter the market. This problem was addressed by the Act offering §251(c) interconnection between competitors and ILECs. Embarq witness Maples describes §251(c) as placing additional obligations on ILECs to open up the markets for competition, such as allowing the CLEC to select a POI (Point of Interconnection) as a way to manage the CLEC's costs. Intrado Comm asserts that its request for §251(c) interconnection is based on the same principles of competitive fairness and market entry.

Conversely, Embarq asserts that Intrado Comm incorrectly requests interconnection pursuant to §251(c) because Intrado Comm does not qualify for §251(c) provisions. Embarq argues that Intrado Comm's 911/E911 traffic is unique. In pursuing a §251(c) agreement,

Embarq asserts that Intrado Comm is seeking the same treatment as other CLECs under §251(c), even as it requests exceptions to these arrangements due to its service's distinctive nature.

Analysis

Section 251 establishes the interconnection rights and obligations of telecommunications carriers, including local exchange telecommunications carriers. More specifically, §251(a) imposes a general obligation on all telecommunications carriers to "interconnect directly or indirectly with the facilities and equipment of other telecommunications carriers." Section §251(c) goes beyond the general obligation and imposes specific obligations on incumbent local exchange carriers (like Embarq) to allow interconnection by competing carriers on the incumbent's network.

If Intrado Comm becomes the 911/E911 service provider to PSAPs, Embarq becomes the carrier requesting interconnection on Intrado Comm's network in order to provide access to 911/E911 to Embarq's end user customers. Embarq believes the requirements imposed on ILECs do not support the type of interconnection arrangements currently requested by Intrado Comm. If they did, Embarq would be in a situation where it would be both the ILEC providing interconnection and a carrier seeking access. This situation could present a serious disadvantage to Embarq, who would pay for Intrado Comm establishing its 911/E911 service. We are concerned that the costs for interconnection would be borne by Embarq.

Intrado Comm seeks a §251(c) interconnection agreement with Embarq to gain access to the Public Switched Telephone Network to offer its competitive services to PSAPs throughout the State of Florida. However, we find that the service Intrado Comm intends to provide is not one that will both originate and terminate calls. We find that §251(c) is applicable when an entrant seeks interconnection arrangements with an ILEC in order to offer telephone exchange service and exchange access. However, §251(c) does not apply or impose specific obligations on an ILEC when the ILEC seeks interconnection on the CLEC's network. Intrado Comm states that §251(c) is the "appropriate mechanism for Intrado Comm to secure "nondiscriminatory access to, and interconnection with Embarq's networks for the provision of 911/E911 services." Because Intrado Comm does not offer telephone exchange service, Embarq is not obligated to interconnect with Intrado Comm pursuant to §251(c).

Finally, we have arbitrated issues outside of §251(c) when both parties agreed to Commission action. To date, we have not reviewed any interconnection arrangements pursuant solely to §251(a).⁶

⁶ Recently, a similar issue was addressed by the Virginia State Corporation Commission (Virginia Commission), which deferred Intrado Comm's petition for arbitration to the FCC, stating the FCC should first decide whether Intrado Comm is entitled to §251(c) interconnection. *Petition of Intrado Comm. of Virginia, Inc. for Arbitration to Establish an Interconnection Agreement with Central Telephone Co. of Virginia d/b/a Embarq and United Tel.-Southeast, Inc. d/b/a Embarq, under Section 252(b) of the Telecommunications Act of 1996*, Order of Dismissal, Case No. PUC-2007-00112, at 2-3 (Feb. 14, 2008). As a result, Intrado Comm petitioned the FCC for resolution of the issues. *Petition of Intrado Comm. of Virginia Inc. Pursuant to Section 252(e)(5) of the Communications Act for Preemption of the Jurisdiction of the Virginia State Corp. Commission Regarding arbitration of an Interconnection Agreement with Central Tel. Co. of Virginia and United Tel.-Southeast, Inc.*, FCC WC Docket No. 08-33, filed March 6, 2008. The FCC granted Intrado Comm's petition, preempting the jurisdiction of the Virginia Commission in a Memorandum Order and Opinion, issued October 16, 2008, *In the matter of Petition of Intrado*

C. Public Interest Considerations

With the emergence of a competitive 911/E911 provider in the Florida marketplace, there may be potential unintended consequences that affect more than just the current parties to this docket, impacting all carriers in Florida, including wireless and VoIP providers. Most carriers are directed by statute to provide their end users access to 911/E911 service. These carriers may incur higher costs to access 911/E911 service or be forced to rehome circuits,⁷ if a competitive provider's selective router is located outside of Florida. Intrado Comm currently has no selective routers in Florida, although it will eventually be deploying a minimum of two selective routers within the state of Florida. We are concerned that carriers may be forced to transport 911/E911 calls over great distances, perhaps even out of state.

Commission involvement in the provisioning of 911/E911 service is important because of the potential impact on the health and safety of Florida citizens. This is a case of first impression which presents unique circumstances and policy concerns not previously addressed by this Commission. We note that 911/E911 service is an essential service in Florida. Pursuant to §364.01(4)(a), F.S., we are entrusted with protecting the public health, safety and welfare and must ensure access to basic local service, which includes access to 911/E911 service. It is imperative that access to 911/E911 services continue uninterrupted regardless of the 911/E911 service provider. We are further supported by the FCC which has acknowledged the importance of a state's role in 911/E911 matters.⁸

We find that this Commission is not the only agency or entity with an interest in monitoring of 911/E911 service. Intrado Comm witness Melcher acknowledges that 911/E911 service impacts many entities, stating that:

Public safety is the customer. It's the public safety leaders that should be involved in the decision-making process. And what is so sad to me is that as these kinds of hearings are going on around the country today, the person not sitting at the table that needs to be represented is the public safety leader. They have to be provided choices, they have to be given options that they've not been given in the past.

Communications of Virginia Inc. Pursuant to Section 252(e)(5) of the Communications Act for Preemption of the Jurisdiction of the Virginia State Corporation Commission Regarding Arbitration of an Interconnection Agreement with Verizon South Inc. and Verizon Virginia Inc., FCC WC Docket 08-185, stating that the Virginia Commission explicitly deferred action to the FCC.

⁷ Rehoming is when there is a major network change which involves moving customer services from one switching center to another and establishing the necessary trunking facilities to do so. Harry Newton, Newton's Telecom Dictionary, 19th ed. 2003.

⁸ The Wireless Telecommunications and Public Safety Act of 1999 mandates that the Federal Communications Commission "shall encourage and support efforts by States to deploy comprehensive end-to-end emergency communications infrastructure and programs, based on coordinated statewide plans, including seamless, ubiquitous, reliable wireless telecommunications networks and enhanced wireless 911 service."

Embarq witness Maples also acknowledges the need for coordination among all affected entities, stating that the:

Different aspects of emergency service is [sic] extremely important to the issue of how the existing emergency service infrastructure will evolve to the NG-911 platform. It is a massive and likely expensive task that will require much coordination in addition to legislation to address how it will be funded. This effort cannot effectively be accomplished through a series of isolated arbitrations and legal disputes between carriers, such as this proceeding, where one carrier is attempting to implement a business plan that depends on imposing unreasonable obligations upon ILECs such as Embarq that go far beyond the Telecommunications Act.

Sections 365.171-175, F.S., address Florida's 911/E911 plan. Any changes involving 911/E911 require the facilitation and cooperation of all affected agencies and entities to resolve any changes or complications that affect 911/E911 in Florida. Decisions affecting the provision of 911/E911 service in Florida are made by several different agencies, including the Department of Management Services, local and state officials, providers and PSAPs. Accordingly, any discussion regarding the provisioning of competitive 911/E911 service in Florida requires that all potentially affected parties be consulted and afforded an opportunity to weigh in on these vital matters.

III. Decision:

We find that Intrado Comm currently provides or intends to provide 911/E911 service to Public Safety Answering Points in Florida. This service does not meet the definition of "telephone exchange service" pursuant to 47 U.S.C. 153(47) because it will not provide the ability both to originate and terminate calls.

We also find that Intrado Comm's 911/E911 service does not meet the definition of "telephone exchange service," pursuant to the provisions set forth in §251(c). We also find that Embarq is not required to provide interconnection pursuant to the provisions set forth in §251(c). We find it appropriate that since any resulting agreement between the parties is not pursuant to §251(c), this Commission need not address the remaining 9 issues identified in the Prehearing Order, Order No. PSC-08-0401-PHO-TP.

This docket shall be closed and the parties may negotiate a commercial agreement pursuant to §251(a). We are aware of several public policy matters that may warrant examination with the emergence of competitive 911/E911 providers. As such, we direct our staff to further explore these matters.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that Intrado Communications, Inc. currently provides or intends to provide 911/E911 service to Public Safety Answering Points in Florida. It is further

ORDERED that Intrado Communications, Inc.'s 911/E911 service does not meet the definition of "telephone exchange service" pursuant to 47 U.S.C. 153(47) because the service will not provide the ability both to originate and terminate calls. It is further

ORDERED that Embarq Florida, Inc. is not required to provide interconnection pursuant to the provisions set forth in §251(c) and the parties may negotiate a commercial agreement. In addition, the remaining 9 issues identified in the Prehearing Order, Order No. PSC-08-0401-PHO-TP, need not be addressed. It is further

ORDERED that our staff shall further explore public policy matters that may warrant examination with the emergence of competitive 911/E911 providers. It is further

ORDERED that this docket shall be closed.

By ORDER of the Florida Public Service Commission this 3rd day of December, 2008.



ANN COLE
Commission Clerk

(S E A L)

TLT

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Office of Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal with the Office of Commission Clerk, and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Petition of Intrado)
Communications, Inc. for Arbitration of)
Interconnection Rates, Terms, and)
Conditions and Related Arrangements with)
United Telephone Company of Ohio dba) Case No. 07-1216-TP-ARB
Embarq and United Telephone Company of)
Indiana dba Embarq, Pursuant to Section)
252(b) of the Telecommunications Act of)
1996.)

ARBITRATION AWARD

The Commission, considering the petition, the evidence of record, posthearing briefs, and otherwise being fully advised, hereby issues its arbitration award.

APPEARANCES:

Cahill, Gordon & Reindel LLP by Ms. Cherie R. Kiser and Ms. Angela F. Collins, 1990 K Street, N.W., Suite 950, Washington, D.C. 20006, and Ms. Rebecca Ballesteros, 1601 Dry Creek Drive, Longmont, Colorado 80503, on behalf of Intrado Communications, Inc.

Mr. Joseph R. Stewart, 50 West Broad Street, Suite 3600, Columbus, Ohio 43215, and Ms. Susan S. Masterton, 1313 Blair Stone Road, Tallahassee, Florida 32301.

I. BACKGROUND

Under Section 252(b)(1) of the Telecommunications Act of 1996 (the Act),¹ if parties are unable to reach an agreement on the terms and conditions for interconnection, a requesting carrier may petition a state commission to arbitrate any issues which remain unresolved, despite voluntary negotiation under Section 252(a) of the Act.

On August 22, 2007, the Commission adopted carrier-to-carrier rules in Case No. 06-1344-TP-ORD, *In the Matter of the Establishment of Carrier-to-Carrier Rules*.² Under Rule 4901:1-7-09(G)(1), Ohio Administrative Code (O.A.C.) an internal arbitration panel is assigned to recommend a resolution of the issues in dispute if the parties cannot reach a voluntary agreement.

¹ The Act is codified at 47 U.S.C. Sec. 151 et. seq.

² The carrier-to-carrier rules became effective November 30, 2007.

II. HISTORY OF THE PROCEEDING

Rule 4901:1-7-09(A), O.A.C., specifies that any party to the negotiation of an interconnection agreement may petition for arbitration of open issues between 135 and 160 days after the date on which a local exchange carrier (LEC) receives a request for negotiation. According to the Petition for Arbitration filed by Intrado Communications, Inc. (Intrado), by letter submitted on May 18, 2007, Intrado formally requested United Telephone Company of Ohio and United Telephone Company of Indiana (collectively, Embarq) to commence negotiations for an interconnection agreement. The parties agreed to extend the arbitration deadline to November 28, 2007. Intrado timely filed a petition on November 28, 2007, to arbitrate the terms and conditions of interconnection with Embarq pursuant to Section 252 of the Act. In its petition, Intrado presented 33 issues for arbitration. Embarq filed its response to the petition for arbitration on December 21, 2007.

A prehearing conference was held on January 8, 2008, at which time the parties agreed to continue to negotiate for the purpose of reducing the number of issues in dispute. The parties also agreed to prepare a matrix of resolved and unresolved issues upon completion of the negotiations. The matrix was filed on March 10, 2008.

On December 21, 2007, Embarq filed a motion to dismiss and a memorandum in support or, in the alternative, a motion to hold in abeyance Intrado's petition for arbitration. In support of its motion, Embarq asserted that (1) Intrado failed to negotiate in good faith, (2) Intrado's petition is procedurally deficient, and (3) Intrado raises issues that are not subject to arbitration under the Act. Alternatively, Embarq requested that Intrado's petition be held in abeyance until such time that the Commission addressed Intrado's certification status in Case No. 07-1199-TP-ACE, *In the Matter of the Application of Intrado Communications Inc. to Provide Competitive Local Exchange Services in the State of Ohio* (07-1199). On January 8, 2008, Intrado filed its opposition to the motion to dismiss as well as a motion for oral argument. On April 15, 2008, Embarq filed a notice of a partial withdrawal of its motion of December 21, 2007.

On March 10, 2008, Intrado filed a notice with the Commission reflecting that the parties had agreed to waive the statutory deadlines set forth in Section 252 of the Act in order for the attorney examiner to establish a procedural schedule in this matter. On April 23, 2008, the attorney examiner issued an entry scheduling a hearing from May 27-29, and establishing a briefing schedule.

On May 20, 2008, the parties filed arbitration packages containing exhibits and the written testimony of their respective witnesses. On the same date, the parties filed a matrix setting forth the issues to be arbitrated and the parties' respective positions regarding the identified issues. The arbitration hearing was held on May 27-29, 2008. Intrado presented the testimony of the following four witnesses: (1) Carey Spence-Lenss, (2) Thomas Hicks, (3)

Cynthia Clugy, and (4) John Melcher. Embarq presented the testimony of (1) James Maples and (2) Edward "Ted" Hart.

Initial briefs were filed by the parties on June 12, 2008. Reply briefs were filed by the parties on June 20, 2008. Also on June 20, 2008, AT&T Ohio filed a reply brief³ and Intrado filed a motion to strike AT&T Ohio's reply brief and memorandum in support.

III. ISSUES FOR ARBITRATION

Issue 1: Is Intrado entitled to Section 251(c) interconnection and Section 252 arbitration?

Intrado asserts that all of its proposed interconnection arrangements and services are within the scope of Section 251(c) and, thus, are subject to Section 252 of the Act. In support of its position, Intrado contends that through its requests in this proceeding, it is seeking to exercise its rights to local interconnection for the purpose of provisioning telephone exchange services, as provided for pursuant to Section 251(c). In support of its position, Intrado points out that the Commission, pursuant to its Finding and Order in 07-1199, determined that Intrado is: (1) a telecommunications carrier offering telecommunications service under federal law, (2) a telephone company and a public utility company under state law, (3) entitled to all rights and obligations of a telecommunications carrier pursuant to Sections 251 and 252 of the Act (See June 12, 2008, Joint Issues Matrix).

Intrado explains that, pursuant to its certification as a competitive emergency services telecommunications carrier, it seeks to offer Ohio counties and Public Safety Answering Points (PSAPs) with a competitive alternative for their 9-1-1/E9-1-1 services, which have traditionally been provided by incumbent local exchange companies (ILECs) such as Embarq (Initial Br. at 2). Intrado posits that it cannot offer its 9-1-1/E9-1-1 services to Ohio PSAPs without interconnecting to the public switched telephone network (PSTN) (Tr. II, 26, 137, 138; Tr. III, 74; *Implementation of Local Competition Provisions in the Telecommunications Act of 1996; Interconnection Between Local Exchange Carriers and Commercial Mobile Radio Service Providers*, 11 FCC Rcd 15499, ¶10 [1996], *aff'd* by *AT&T Corp. v. Iowa Utils. Bd.*, 525 U.S. 366 [1999]) (*Local Competition Order*). Specifically, the company submits that it cannot offer its competitive 9-1-1/E9-1-1 service offering in Ohio until such time that it establishes a mutually beneficial interconnection and interoperability arrangement with the ILEC entities that controls access to the public switched telephone network and, thus, control access to a significant majority of the local exchange markets that make 9-1-1 calls to Intrado served PSAPs (Intrado Ex. 4 at 13). According to Intrado, such arrangements will allow Embarq's end users to reach the PSAPs served by Intrado and vice versa (*Id.* at 12).

³ This matter is subsequently addressed in the outstanding procedural matter section of this Arbitration Award.

Rather than access to unbundled network elements being one of the primary reasons for seeking interconnection, Intrado states that it seeks interconnection pursuant to Section 251(c) of the Act in order to achieve interoperability between the networks and for connecting the networks for the mutual exchange of traffic (Reply Br. at 9 citing Tr. II, 49, 50, 86, 87). To the extent that it seeks unbundled network elements from Embarq, Intrado represents that it will meet the applicable eligibility criteria inasmuch as it will be offering an eligible telecommunications service over such facilities (*Id.* citing *In the Matter of the Appropriate Framework for Broadband Access to the Internet Over Wireline Facilities*, 20 FCC Rcd 14853, ¶127 [2005]) (*Wireline Broadband Order*). According to Intrado, Section 251(c) of the Act provides the most suitable mechanism for ensuring that it obtains the interconnection and interoperability that it needs to provide its 9-1-1/E9-1-1 services to Ohio counties and PSAPs while, at the same time, promoting the reliability and redundancy critical to public safety (Initial Br. at 3).

Intrado submits that Section 251(c) of the Act was intended to facilitate "vigorous competition" and that this statutory provision and the Federal Communications Commission's (FCC) rules eliminate barriers to entry that would prevent a new entrant carrier, such as Intrado, from offering services and allowing them a fair opportunity to compete in the marketplace (*Id.* at 3 citing *Local Competition Order*, ¶¶16, 18). Consistent with this premise, Intrado submits that, just like other sectors in the telecommunications industry, PSAPs should similarly get to benefit from the competitive benefits of Section 251(c) of the Act (*Id.* at 3 citing Intrado Ex. 1 at 3, 4).

Intrado responds to Embarq's contention that determining whether Intrado is entitled to Section 251 rights depends on the type of service that it provides. Specifically, Intrado states that the Commission, in 07-1199, previously determined that the company is entitled to Section 251(c) rights with respect to the 9-1-1/E9-1-1 service that Intrado will provide to PSAPs. Therefore, Intrado concludes that there is no need for the Commission to address every service that Intrado provides in order to determine whether Intrado is entitled to Section 251(c) rights (*Id.* at 21, 22 citing Tr. III, 44). Further, Intrado submits that, regardless of the technology used by the end user to make the 9-1-1 call, the company's service should be considered as a complete 9-1-1/E9-1-1 service offering provided by Intrado to PSAPs and that such provisioning is a telecommunications service (Initial Br. at 24; Intrado Ex. 5, 15).

Further, Intrado questions why Embarq recognizes that Section 251(c) of the Act applies to competitors when Embarq is the 9-1-1/E9-1-1 service provider, but does not recognize that it applies when Intrado provides a competitive 9-1-1/E9-1-1 service (Reply Br. at 3, 4). Intrado asserts that there is no basis in law or public policy for such a distinction (*Id.* at 2, 3). Rather, Intrado opines that Section 251(c) governs ILEC/competitive local exchange company (CLEC) interconnection and that Section 251(a) is applicable to interconnection between two non-incumbent carriers (*Id.* at 4 citing *In the Matter of the Petition of WorldCom Inc., Pursuant to Section 252(e)(5) of the Communications Act for*

Preemption of the Jurisdiction of the Virginia State Corporation Commission Regarding Interconnection Disputes with Verizon Virginia Inc. and for Expedited Arbitration et al. 17 FCC Rcd 27039 [2002]) (*Virginia Arbitration Order*). Intrado insists that to conclude otherwise would undermine the intent of Sections 251 and 252 of the Act to ensure that all competitors get access to the public switched telephone network on equal terms. In support of its position regarding ILEC/CLEC interconnection, Intrado references the FCC's determination that commercial agreements are not feasible given the ILECs' incentives and superior bargaining power (*Id.* at 6, 7 citing *Local Competition Order*, ¶15).

Regarding Embarq's claim that 9-1-1 interconnection is governed by Section 251(a) of the Act, Intrado responds that Section 251(c) of the Act is the appropriate mechanism for Intrado to secure nondiscriminatory access to, and interconnection with, Embarq's networks for the provision of 9-1-1 and E9-1-1 services (*Id.* at 22, 23 citing *Revision of the Commission's Rules to Endure Compatibility with Enhanced 9-1-1 Emergency Calling Systems; Petition of City of Richardson, Texas*, 17 FCC Rcd 24282 [2002]). Intrado states that, pursuant to Section 251(c)(2) of the Act, Embarq must provide Intrado with interconnection that is at least equal in quality to the interconnection that Embarq provides to itself for the routing of 9-1-1 and E9-1-1 calls (*Id.* at 23 citing the *Virginia Arbitration Order*, ¶652). Intrado states that both the FCC's and Commission's rules likewise set forth a similar requirement (Intrado Reply Br. at 5 citing 47 C.F.R. §51.305(a)(3) and Rule 4901:1-7-06[A][5], O.A.C.).

While Embarq agrees that Intrado is a telecommunications carrier entitled to interconnection pursuant to Section 251(a), Embarq disagrees with Intrado's assertions that each and every type of arrangement proposed by Intrado qualifies as a telephone exchange service entitling it to Section 251(c) interconnection and access to unbundled network elements (Embarq Reply Br. at 7). Embarq submits that a determination as to whether Section 251(a) or Section 251(c) applies in a given scenario is important for the purpose of establishing the applicable rights and obligations for providing and obtaining interconnection, as well as the appropriate pricing methodologies for such services (Embarq Initial Br. at 3). Embarq asserts that although Intrado presents its arbitration petition as a simple request for Section 251(c) interconnection in order to enable Intrado to provide competitive 9-1-1 services, the arbitration petition encompasses a variety of distinctive scenarios for interconnection between the two companies, each with its own unique ramifications (*Id.*). According to Embarq, these scenarios include:

- (1) When Embarq is the 9-1-1 service provider to the PSAP.
- (2) When Intrado is the 9-1-1 service provider to the PSAP.
- (3) When Intrado and Embarq each serve a different PSAP and transfer calls between each other.

In support of its position, Embarq relies on the Commission's determination that decisions regarding the appropriateness and scope of any specific request for interconnection are to be addressed in the context of Intrado's ongoing arbitration proceedings, based on case-specific facts of Intrado's actual proposal (*Id.* at 5 citing 07-1199, Entry on Rehearing, at 14). Embarq notes that its standard agreement has a section which is devoted to non-Section 251 services and that the parties could have addressed some of Intrado's proposed scenarios in that section (*Id.* at 4).

While Embarq acknowledges that Section 251(c) applies in the first scenario delineated above, Embarq contends that it is not germane to this proceeding inasmuch as Intrado has indicated that it does not intend to provide services to individuals who would need access to 9-1-1 services (*Id.* citing Tr. I, 45). Specific to the second scenario described above, Embarq opines that Section 251(a) applies to Embarq's interconnection to Intrado's network when Intrado is the primary 9-1-1 provider to a PSAP and that interconnection should occur pursuant to commercial agreements (*Id.* at 5). Embarq explains that under this scenario, Embarq is the requesting carrier and seeks interconnection at a point on Intrado's network in order to fulfill its obligation to provide its end users with access to 9-1-1 service (Embarq Ex. 5 at 54). Therefore, Embarq asserts that Section 251(c) is not applicable in this situation due to the fact that it involves an ILEC interconnecting with a non-ILEC entity (Embarq Initial Br. at 6). In light of this position, Embarq does not believe that it is required, pursuant to Section 251(c), to provide the loop between the Embarq central offices and the PSAP as an unbundled network element (*Id.* at 8). In the event that Intrado seeks loops to each PSAP as an unbundled network element, Embarq explains that, pursuant to such a request, Intrado will be required to collocate at each central office where a specific PSAP's loop terminates (Embarq Reply Br., 14).

To the extent that Section 251(c) does apply to the second scenario, Embarq believes that the requirements imposed on ILECs under that provision do not support the type of interconnection arrangement requested by Intrado (*Id.*). For example, Embarq states that in a Section 251(c) interconnection arrangement, the requesting carrier is entitled to select the point of interconnection, within the ILEC's network and that each carrier is responsible for its facilities on its side of the point of interconnection (*Id.* at 6, 7 citing 47 C.F.R. §51.3; Rule 4901:1-7-06, O.A.C.); Embarq Ex. 5 at 91). Additionally, Embarq points out that, if Section 251(c) applies, it would only be required to provide access to existing copper loops, DS1 loops, DS3 loops, DS1 dedicated transport, DS3 dedicated transport, or dark fiber transport. Further, Embarq questions the practicality of Intrado's request given the requirements for obtaining unbundled network elements (e.g., collocation at Embarq's end offices) in comparison to the commercial arrangements that were offered to Intrado (*Id.* at 8, 9; Embarq Ex. 5 at 22).

In regard to the third scenario described above, Embarq asserts that Section 251(a) applies to inter-selective routing between PSAPs served by Embarq and Intrado. Embarq explains that inter-selective routing involves a "peering arrangement between two carriers,

each of which is a primary provider of 9-1-1 services to a PSAP in a different geographic area" (Embarq Initial Br. at 7, Tr. III, 25). According to Embarq, peering arrangements involve the cooperative efforts of the affected PSAP customers for the purpose of connecting two wireline 9-1-1 networks without any involvement of the public switched network (Embarq Reply Br. at 18 citing Embarq Ex. 5 at 51, Tr. III, 70). Therefore, Embarq does not consider peering agreements to involve interconnection of a competing carrier's network with the ILEC's network for the purpose of facilitating ongoing competition (*Id.*). Based on this classification, Embarq believes that the proposed agreement should be treated as a Section 251(a) agreement, and not a Section 251(c) agreement (Embarq Initial Br. at 7, 8; Embarq Ex. 5 at 52, 53).

ISSUE 1 ARBITRATION AWARD

Pursuant to its April 2, 2008, Entry on Rehearing in 07-1199, the Commission clarified its prior determination, in its February 5, 2008, Finding and Order, that Intrado is a telephone company pursuant to Section 4905.03, Revised Code, and Rule 4901:1-7-01(S), O.A.C, for purposes of Chapter 4901:1-7, O.A.C. and Sections 251 and 252 of the Act (07-1199, Entry on Rehearing at 13, 14). Specifically, the Commission stated that, while it recognizes that Intrado is entitled to the rights and obligations of a telecommunications carrier pursuant to Sections 251 and 252 of the 1996 Act, this determination addresses only the fundamental question as to Intrado's right as a telephone company under Rule 4901:1-7-01(S), O.A.C., to request an interconnection agreement pursuant to Chapter 4901:1-7, O.A.C., and Section 251 and 252 of the 1996 Act. The Commission further explained that its decision in the certification proceeding did "not address the appropriateness and scope of any specific request for interconnection and that such decisions are to be addressed in the context of Intrado's ongoing arbitration proceedings, based on the case-specific facts of Intrado's actual proposal" (*Id.* at 14).

Consistent with the above determination, in addressing Issue 1, the Commission must focus its attention on the conditions placed upon Intrado's certification and the specifics of its request in this arbitration proceeding. First, the Commission points out that, rather than being granted all of the rights and privileges of a competitive local exchange company, Intrado's certification was restricted to that of a competitive emergency services telecommunications carrier. As a result of this prior decision, the Commission notes that the scope of Intrado's certification was limited to the company's operations relative to "the routing, transmission, and transport of traditional and nontraditional emergency call traffic to the appropriate PSAP or to allow for the handoff to a different 9-1-1 service provider, such as an ILEC for call completion to the appropriate PSAP" (Finding and Order at 5).

In analyzing Issue 1 and determining the applicable portion of Section 251, the Commission focuses on the fact that, consistent with its language, Section 251(c) applies to the situation in which a telecommunications carrier seeks to interconnect with the ILEC for the purpose of the transmission and routing of telephone exchange service and exchange

access. Based on the record in this case, the Commission agrees with Embarq that it is necessary to review the following three different scenarios under which Intrado will be provisioning telecommunications services in the state of Ohio in order to appropriately arbitrate the disputed issues:

- (1) When Embarq is the 9-1-1 service provider to the PSAP.
- (2) When Intrado is the 9-1-1 service provider to the PSAP.
- (3) When Intrado and Embarq each serve a different PSAP and transfer calls between each other.

Inasmuch as Intrado's certification is limited to the routing, transmission, and transport of traditional and nontraditional emergency call traffic to the appropriate PSAP that it is serving, and does not extend to the provisioning of end user traffic that would initially need to be transported to a selective router, the first scenario referenced above is not applicable to Intrado's current certification. In the second scenario whereby Intrado is the 9-1-1 service provider to the PSAP, the Commission notes that it is the ILEC (e.g., Embarq) that will be required to seek interconnection with Intrado for the purpose of allowing for the completion of Embarq's customers' emergency service calls to the PSAP. Therefore, Section 251(c) of the Act is not the applicable statutory provision for the purpose of interconnection under this scenario inasmuch as Section 251(c) establishes the obligations of ILECs with respect to satisfying the requests of other telecommunications carriers. The delineated obligations include those related to the interconnection of the requesting carrier with the ILECs' networks. Consistent with this discussion, the Commission determines that the disputed issues related to the scenario in which Intrado is the 9-1-1 service provider to the PSAP, should be addressed pursuant to Section 251(a) of the Act, which establishes the duty of a telecommunications carrier (e.g., Intrado) to interconnect directly or indirectly with the facilities of other telecommunications carriers. While reaching this determination, the Commission recognizes that Section 251(c) of the Act is applicable with respect to Intrado's request to obtain unbundled loops from Embarq for the purpose of serving each of the PSAPs situated in Embarq's service territory, which will be discussed in further detail in the context of Issue 19.

The Commission also determines that Section 251(a) of the Act is the applicable statute relative to the third scenario in which Intrado and Embarq each serve as primary provider of 9-1-1 service to a different PSAP and transfer calls between each carrier's selective routers in order to properly route a 9-1-1 call (inter-selective routing). In reaching this determination, the Commission relies on the fact that inter-selective routing involves a cooperative peering arrangement between the two carriers. Inasmuch as peering arrangements do not involve interconnection of a competing carrier's network with an ILEC's network, Section 251(c) does not apply. This issue will be discussed in further detail in the context of Issue 14.

Consistent with the aforementioned determinations, the Commission concludes that Intrado is entitled to arbitration pursuant to Section 252(b) of the Act. In reaching this determination, the Commission notes that Section 252(b) of the Act delegates to state commissions the authority to arbitrate disputes pertaining to a request for interconnection, services, or network elements pursuant to Section 251 of the Act, not limited to disputes pursuant to Section 251(c) of the Act. Specifically, the Commission notes that once a request for voluntary interconnection is made pursuant to Section 251(a) of the Act, a petition for a Section 252(b) arbitration can be made 135 days following the interconnection request. In addition to the above discussion, the Commission opines that it is administratively efficient to address both requests pursuant to Sections 251(a) and (c) of the Act in the context of the same arbitration proceeding in order for the Commission to engage in the appropriate regulatory oversight and to ensure that the ultimate interconnection agreement is in the public interest.

Issue 2: Can Embarq deny Intrado its rights under Sections 251(c) and 252 of the 1996 Act and Ohio law by claiming that Intrado: (1) does not offer telephone exchange services or exchange access and (2) does not serve retail end users?

Intrado explains that the Commission has already ruled that the company is engaged in the provision of telephone exchange service when it provides 9-1-1/E9-1-1 service to Ohio counties and PSAPs (Intrado Initial Br. at 10 citing 07-1199, Finding and Order at 7). The company states that the service addressed in 07-1199 is the same service for which the company seeks interconnection with Embarq in this case. To the extent that Embarq is now seeking Commission reconsideration of its prior determination that Intrado's proposed service is a telecommunications service, Intrado submits that such an argument should be denied due to the fact that it is an inappropriate attempt by Embarq to seek rehearing of its prior determination (*Id.* at 15).

Specifically, Intrado states that when it provides its complete 9-1-1/E9-1-1 service offering to Ohio counties and PSAPs, Intrado is a telecommunications carrier providing telephone exchange service (*Id.* citing Intrado Ex. 5 at 13). In support of its position, Intrado references the FCC's determination that "telephone exchange service is not limited to traditional voice telephony, but includes[s] non-traditional means of communicating information within a local area" (*Id.* citing *Deployment of Wireline Services Offering Advanced Telecommunications Capability*, 15 FCC Rcd 385, ¶17 [1999]) (*Advanced Services Order*). Intrado also points to the FCC's determination that "a key component of telephone exchange service is the intercommunication among subscribers within a local exchange area" (*Id.* citing *Advanced Services Order*, ¶30). Specific to its operations, Intrado states that its services allow Ohio consumers to be connected with PSAPs and communicate with local emergency personnel (*Id.* at 15).

Intrado also contends that the FCC has determined that other nontraditional telephone exchange services (e.g., data transmissions) are classified as telephone exchange services. For example, Intrado highlights the fact that the FCC has determined that certain advanced DSL-based services are telephone exchange services when used to permit communications among subscribers within an exchange or within a connected system of exchanges (*Id.* at 11 citing *Advanced Services Order*, ¶20). Additionally, Intrado references the FCC's determination that the call-completion services offered by many competing directory assistance providers constitute a telephone service because it permits a community of interconnected customers to make calls to one another in the manner prescribed by the Act (*Id.* citing *Provision of Directory Listing Information Under the Telecommunications Act of 1934, as Amended*, 16 FCC Rcd 2736 (2001)). Further, Intrado avers that the fact that the wireline 9-1-1 network is interconnected to, but separate from, the public switched telephone network does not change the classification of the services provided by Intrado. In support of its position, Intrado references the FCC's determination that:

[T]he legislative text that Congress' redefinition of 'telephone exchange service' was intended to include in that term not only the provision of traditional local exchange service (via facilities ownership or resale), but also the provision of alternative local loops for telecommunications services, separate from the public switched telephone network in a manner 'comparable' to the provision of local loops by a traditional local telephone exchange carrier.

(*Id.* at 12 citing *Federal-State Joint Board on Universal Service*, 13 FCC Rcd 11501, ¶54 (1998)).

Intrado opines that the classification of a service is dependent on the nature of the service being offered to customers, including what the customer perceives to be the integrated finished product (*Id.* at 18 citing *National Cable & Telecommunications Association v. Brand X Internet Services*, 125 S.Ct. 2688, 2704 (2005)). Intrado avers that it is eligible for interconnection under Section 251(c) to provide 9-1-1/E9-1-1 service to Ohio counties and PSAPs even if its 9-1-1/E9-1-1 service includes an information service, so long as it is offering telecommunications services through the same arrangement (*Id.* at 19 citing *Implementation of the Local Competition Provisions in the Telecommunications Act of 1996; Interconnection Between Local Exchange Carriers and Commercial Mobile Radio Service Providers*, 11 FCC Rcd 15499, ¶995).

Intrado submits that the classification of the facilities that it utilizes should have no bearing on Intrado's rights for interconnection pursuant to Section 251(c) (Reply at 7). Notwithstanding Intrado's incorporation of Internet protocol within its network, Intrado rejects Embarq's claim that the services offered by Intrado should be considered as information, and not telecommunications, services (Intrado Initial Br. at 16 citing *Petition for Declaratory Ruling that AT&T's Phone-to-Phone IP Telephony Services are Exempt from*

Access Charges, 19 FCC Rcd. 7457 [2004]). Intrado posits that the use of Internet Protocol-based network components does not transform its network into a "next generation" network (Tr. I, 34).

Intrado avers that the FCC has consistently focused on a "function over facilities" approach to regulation with the emphasis on the nature of the service provided to consumers, rather than an analysis that focuses on the technical attributes utilized to provide the service (Reply Br. at 8 citing *In the Matter of the Appropriate Framework for Broadband Access to the Internet Over Wireline Facilities*, 20 FCC Rcd 14853, ¶5 [2005]). In particular, Intrado states that the FCC has specifically noted that "Congress did not limit the definition of telecommunications to circuit-switched wireline transmission but, instead, defined that term on the basis of the essential functionality provided to end users" (Intrado Reply Br. at 8 citing *In the Matter of Federal-State Joint Board on Universal Service*, Report to Congress, 13 FCC Rcd 11501, ¶98 [1998]; 47 U.S.C. §153[46]).

Intrado also dismisses any claim that it provides interconnected VoIP services. Intrado points out that the FCC has defined interconnected VoIP services as a service that: (1) enables real-time, two-way voice communications, (2) requires a broadband connection from the end user's location, (3) requires Internet protocol-compatible customer premises equipment, and (4) permits end users generally to receive calls that originate on the public switched telephone network and terminate to the public switched telephone network (Intrado Initial Br. at 19, 20 citing 47 C.F.R. §9.3). Intrado asserts that its service offering does not meet the definition of interconnected VoIP inasmuch as it does not require the PSAP to have a broadband connection or Internet protocol-compatible customer premises equipment. Therefore, Intrado concludes that its service offering is properly classified as a telecommunications service (*Id.* at 20 citing Intrado Ex. 4 at 9, 10).

As further support for its position that its service should be classified as a telephone exchange service, Intrado contends that Embarq cannot argue that Intrado's 9-1-1 service offering is not a telephone exchange service when Embarq classifies its own comparable service as a telephone exchange service and seeks to provide service to PSAPs in the same manner as Intrado (*Id.* citing United Telephone Company of Ohio dba Embarq, P.U.C.O. No. 5 General Exchange Tariff, Section 32, Original Sheet 5; Tr. III, 48, 146). In support of its position, Intrado cites to the FCC's general policy that "all telecommunications carriers that compete with each other should be treated alike regardless of the technology used" (Intrado Reply Br. at 8 citing *Local Competition Order*, ¶993). Intrado submits that, inasmuch as Ohio counties and PSAPs are receiving 9-1-1/E9-1-1 service from both Embarq and Intrado, there is no reason for Intrado's 9-1-1/E9-1-1 service offering to be treated differently simply because it may use different facilities than Embarq to offer its services (*Id.* at 8, 9).

Additionally, Intrado points out that Embarq's tariff reflects that PSAPs must "[s]ubscribe to additional local exchange service at the PSAP location for administrative purposes, for placing outgoing calls and for receiving other emergency calls, including calls

which might be related by Telephone Company operators" (Intrado Initial Br. at 13 citing United Telephone Company of Ohio dba Embarq, P.U.C.O. No. 5 General Exchange Tariff, Section 32, Revised Sheet 2). While 9-1-1 calls are largely one-way in nature, Intrado notes that the 9-1-1 trunks may be used for two-way traffic purposes (*Id.* at 14). Intrado analogizes its 9-1-1 service to that of facsimile communications, which the FCC determined to be telephone exchange services even though they are predominantly one-way (*Id.* citing *Advanced Services Order*, ¶21).

With respect to Embarq's proposed Section 2.2, Intrado asserts that, inasmuch as the Commission determined that the company is entitled to all rights and obligations of Section 251, the resulting interconnection agreement should not be limited to Intrado's provision of 9-1-1/E9-1-1 services to PSAPs (Intrado Initial Br. at 28, 29 citing Tr. II, 57). Therefore, Intrado believes that Embarq's proposed Section 2.2 should be rejected (*Id.* at 28). In support of its position, Intrado represents that, due to the fact that it may seek to expand its certification and offer additional local exchange services in the future, there is no reason to limit the interconnection agreement to only those services that Embarq views as necessary for Intrado's provision of 9-1-1/E9-1-1 services to Ohio's counties and PSAPs. Intrado states that competitors often have provisions in their interconnection agreements that are not utilized by the competitor (*Id.* at 28, 29 citing Tr. III, 42). Further, Intrado argues that interconnection arrangements should not be restricted by ILECs based on the types of services that the competitor intends to initially provide (*Id.* at 29 citing *Local Competition Order*, ¶995). With respect to Embarq's proposed Section 2.2, Intrado believes that the proposed language will result in additional disputes between the parties (*Id.*). Specifically, Intrado states that it does not agree to the list of recommended deletions proffered by Embarq (*Id.* citing Embarq Ex. 5 at 13-15).

In regard to Intrado's contention that its combined, integrated service offering must be treated as a telephone exchange service on the basis that some of the components of the integrated service involve telecommunications, Embarq responds that providing a service that involves telecommunications is not the same as a providing a telecommunications service. Rather, Embarq considers Intrado's proposed service to be an information service (Embarq Reply Br. at 7, 8; Embarq Ex. 5, 56). In support of its position, Embarq points out "that the integrated services being purchased by PSAPs are not necessarily comprised, in their entirety and in all respects, as telephone exchange service" (Embarq Reply Br. at 8). Embarq conjectures that PSAPs know that they are not purchasing local dial-tone. Embarq also points out that emergency services are unique inasmuch as they are not subject to reciprocal compensation (*Id.*).

In support of its proposed Section 2.2, Embarq asserts that it does not have an obligation to provide services to Intrado which are inconsistent with Intrado's certification. To the extent that proposed Section 2.2 is not accepted, Embarq has alternatively identified specific provisions of the proposed interconnection agreement that it believes must be

removed inasmuch as they extend beyond those authorized by Intrado's certification (Embarq Ex. 5 at 13-15).

ISSUE 2 ARBITRATION AWARD

With respect to the arguments raised specific to the issue of whether Intrado is engaged in the provision of telephone exchange services or exchange access service, the Commission agrees with Intrado that this issue was already generically addressed in the context of Intrado's certification proceeding (07-1199) and that, for the most part, Embarq has reiterated its position as previously stated in 07-1199. Therefore, Embarq's arguments with respect to this issue are denied and the Commission determines that Embarq cannot generically deny Intrado its rights under Sections 251(c) and 252 of the 1996 Act and Ohio law by claiming that Intrado does not offer telephone exchange services or exchange access and does not serve retail end users. Each request for Section 251(c) unbundling and Section 252 arbitration is to be considered on an individual basis pursuant to an analysis of the issues as discussed *infra*.

Regarding Embarq's proposed language (Section 2.2) for the purpose of limiting the requisite interconnection agreement to just that which Intrado is certified to offer, the Commission agrees with Embarq that Intrado should not be allowed to avail itself of services or facilities that exceed the scope of Intrado's certification. Embarq's proposed Section 2.2 properly captures this limitation for the purposes of the final interconnection agreement to be entered into as a result of this proceeding. Such language is consistent with the Commission's Rule 4901:1-6-10(E)(3), O.A.C., which provides for the negotiation of an interconnection agreement prior to granting of certification. Although Intrado analogizes its position to that of CLECs that maintain provisions in their tariff despite the fact that they do not offer all such services, the Commission is not persuaded by Intrado's arguments. Specifically, the Commission notes that Intrado is currently certified as a competitive emergency services telecommunications carrier, and not as a CLEC. In light of its restricted certification, the scope of its permitted offerings is limited in nature and cannot be expanded until such time that its certification has been expanded accordingly. Therefore, the applicable clarifying interconnection agreement language (i.e., Section 2.2) is appropriate.

Issue 3: Is Intrado entitled to arbitration pursuant to Section 252 of the Act?

Intrado believes that Section 251(c) of the Act is specifically suited to address the issues of unequal bargaining power and the need to protect competitive carriers from experiencing unreasonable delays in entering the marketplace (Intrado Ex. 4 at 13). Intrado asserts that consistent with Section 251 of the Act, ILECs must enter into interconnection agreements on just, reasonable, and nondiscriminatory terms in order to enable their competitors' customers to place and receive calls from ILEC's subscribers (Intrado Initial Br. at 9 citing *Local Competition Order* ¶¶10, 11, 13).

In response to Embarq's contention that the requested interconnection arrangements should be treated as Section 251(a) agreements that are not subject to the requirements of Section 252 of the Act, Intrado states that use of a non-Section 252 agreement violates the Act's requirement that interconnection agreements be filed with state commissions pursuant to 47 U.S.C. §252(e)(1) and 47 U.S.C. §252(h) (Intrado Initial Br. at 26). Intrado explains that, unlike commercial agreements in which both parties have equal bargaining power and an incentive to reach an agreement, such is not the case relative to the interactions between ILECs and competitive emergency services telecommunications carriers. Therefore, Intrado requests that, pursuant to Sections 251(c) and 252 of the Act, the Commission should assert its jurisdiction over the interconnection agreement that is the subject of this proceeding (*Id.* at 8, 9, 24, 25). In support of its position, Intrado states that the FCC has determined that the 1996 Act requires that all interconnection agreements must be submitted to state commissions for approval pursuant to Section 252(e) of the Act. *Intrado believes that such action is necessary in order to promote Congress' stated goal of opening up local markets to competition, permit interconnection on just, reasonable, and nondiscriminatory terms, and to ensure that such agreements do not discriminate against third parties (Local Competition Order ¶¶ 165, 167, 168).*

Intrado seeks a single interconnection agreement with Embarq in order to cover the parties' entire interconnection relationship (Tr. II, 54). To the extent that an agreement contains provisions that do not squarely fall under Section 251(c) of the Act, Intrado believes that such provisions may still be included in a Section 251(c) interconnection agreement and remain subject to arbitration pursuant to Section 252 (Initial Br. at 27 citing *Coserv Limited Liability Corporation v. Southwestern Bell Telephone Company*, 350 F.3d 482 [5th Cir. 2003]). In support of its position, Intrado points out that Embarq's own interconnection template includes provisions that Embarq has identified as "non-Section 251 services." For example, Intrado points out that "Embarq has agreed to include the terms and conditions for interconnection with its Wireline E9-1-1 network along with the terms for other types of interconnection in a single Section 251 interconnection agreement" (*Id.* citing Embarq Ex. 5 at 45, 47).

In response to Intrado's contention that non-Section 251(c) obligations can be addressed in an interconnection agreement negotiated and arbitrated pursuant to Section 251(c) and Section 252, Embarq concurs with Intrado's position provided that the non-Section 251 provisions are clearly delineated as such in the interconnection agreement (Embarq Reply Br. at 19).

ISSUE 3 ARBITRATION AWARD

As discussed *supra* in our discussion of Issue 1, the Commission finds that both the Section 251(a) and the Section 251(c) unresolved issues should be raised in the context of this arbitration proceeding. Consistent with this determination, the Commission concludes

that the ultimate determinations reached by the Commission should be incorporated within the same interconnection agreement to be filed at the conclusion of this proceeding. Specifically, it is administratively efficient for the parties to bring both their Section 251(a) and 251(c) unresolved issues to the Commission for resolution in the context of one single, comprehensive interconnection agreement. In support of this determination, the Commission references the fact that, pursuant to Section 252(e), "[a]ny interconnection agreement adopted by negotiation or arbitration shall be submitted for approval to the State commission" (Emphasis added). Furthermore, Section 252(c)(1) of the Act provides that state commissions shall: "ensure that such resolution and conditions meet the requirements of [S]ection 251, including the regulations prescribed by the Commission pursuant to Section 251." In referencing these provisions, the Commission highlights the fact that they encompass all Section 251 interconnection agreements, and not just those pertaining to Section 251(c) of the Act.

Commission oversight and resolution of disputes raised in this proceeding are of significant public interest due to the fact that the identified issues directly impact the provisioning of uninterrupted emergency 9-1-1 service in the state of Ohio. The submission of all unresolved issues to the Commission at one time and in the context of one interconnection agreement, will best allow for the development and Commission oversight of the competitive 9-1-1 emergency service market based on nondiscriminatory rates, terms, and conditions. Finally, as noted *supra*, Embarq, itself, agrees that it is appropriate to encompass the parties' entire interconnection relationship pursuant to a single interconnection agreement, provided that the non-Section 251(c) provisions are clearly delineated as such in the interconnection agreement. Consistent with the Commission's decision relative to this issue, the parties should properly delineate in the final interconnection agreement those provisions that are specifically Section 251(a)-related and those provisions that are specifically Section 251(c)-related.

Issue 4: Whether the agreement should contain a definition of "end user" and what definition should be used?

Intrado proposes a specific definition for "end user" because, while Embarq's template language contains the term "end user," it implies that an "end user" is only associated with the interconnection of traditional dial tone networks and the person who picks up a telephone to complete a call (Intrado Ex. 2 at 4; Tr. I, 170). Inasmuch as Intrado is interconnecting the competing 9-1-1 network with PSAPs, Intrado seeks to expand the definition of "end user" as follows: "'End user' means the individual that subscribes to (subscriber of record) and/or uses the telecommunications services provided by Embarq or Intrado Comm." Intrado opines that its proposed definition includes Intrado's current PSAP end user customers, as well as any other customers that Intrado may serve in the future with expanded certification (Intrado Ex. 2 at 4; Intrado Initial Br. at 54). According to the company, among other possible purchasers of its services, are governmental entities,

other entities that purchase services from either of the parties at retail, and carriers that purchase services for their own use or consumption (Intrado Ex. 2 at 4).

Additionally, Intrado states that its proposed definition for "end user" is similar to the definition of "customer" in Rule 4901:1-7-01 (E), O.A.C., in that both definitions refer to an entity purchasing telecommunications services from the parties. Intrado observes that under Rule 4901:1-7-01(E), O.A.C.:

"Customer" means any person, firm, partnership, corporation, municipality, cooperative organization, government agency, etc. that agrees to purchase a telecommunications service and is responsible for paying charges and for complying with the rules and regulations of the telephone company.

Intrado contends that the parties are co-carriers that will operate in Ohio under the Commission's carrier-to-carrier rules, which include Rule 4901:1-7-01(E), O.A.C. Therefore, given that its proposed definition is consistent with the Commission's definition of "customer," Intrado submits that its definition of "end user" should be adopted by the Commission (Intrado Initial Br. at 55, 56).

Intrado dismisses Embarq's argument that it cannot use the definition of "end user" or the proposed interconnection agreement itself for the purpose of serving wholesale customers. Rather, Intrado contends that the Commission has previously determined that ILECs, such as Embarq, must interconnect with competitors for the exchange of wholesale traffic. Specifically, Intrado references Case No. 06-1257-TP-ARB, *In the Matter of the Petition of Sprint Communications Company L.P. for Arbitration of Interconnection Rates, Terms, and Conditions and Related Arrangements with The Chillicothe Telephone Company*, Arbitration Award (February 28, 2007) ("*Sprint Arbitration Award*") and Case No. 04-1494-TP-UNC, *et.al.*, *In the Matter of the Application and Petition in Accordance with Section II.A.2.b. of the Local Service Guidelines filed by: The Champaign Telephone Company, Telephone Service Company, The Germantown Independent Telephone Company and Doylestown Telephone Company*, Finding and Order (January 26, 2005); Order on Rehearing (April 13, 2005) (collectively, "*MCI Proceeding*"). In particular, Intrado asserts that the Commission has previously rejected the position that a wholesale provider is not acting as a telecommunications carrier when it provides wholesale services. Rather, Intrado asserts that the Commission has determined that a wholesale provider "is acting in a role no different from other telecommunications carriers whose network could interconnect with the [ILEC's] network so that traffic can be terminated to and from each network and across networks" (*MCI Proceeding*, Finding and Order at 4, 5).

Intrado adds that the Commission confirmed that a wholesale provider "offer[s] telecommunications for a fee directly to the public, regardless of the facilities used," and is, thus, entitled to interconnection under Section 251(c) of the Act (*Sprint Arbitration Award* at 9, 10). Consistent with these prior determinations, Intrado asserts that the Commission has

previously approved an interconnection agreement definition of "end user" that is broad enough to include the provision of wholesale services. Therefore, Intrado submits that its definition is consistent with Commission precedent and is appropriate for adoption (Intrado Initial Br. at 56, 57).

As additional support for its position, Intrado avers that its proposed definition includes other entities that, under federal law, may appropriately be considered as "end users." Intrado notes that the FCC recognizes that wholesale services are included in the definition of "telecommunications service" and that the term "telecommunications service" was not intended to distinguish between retail and wholesale (e.g., *In the Matter of the Implementation of the Non-Accounting Safeguards of Sections 271 and 272 of the Communications Act of 1934, as amended* 11 FCC Rcd 21905, ¶264 [1996]). Intrado points out that a provider of wholesale telecommunications service is a telecommunications carrier and is, therefore, entitled to interconnection under Section 251 of the Act (e.g., *Time Warner Cable Request for Declaratory Ruling that Competitive Local Exchange Carriers May Obtain Interconnection Under Section 251 of the Communications Act of 1934, as Amended, to Provide Wholesale Telecommunications Services to VoIP Providers*, 22 FCC Rcd 3513, ¶15 (2007) (*Time Warner Order*). While the FCC, in the *Time Warner Order*, did not directly address the issue of Section 251(c) rights, Intrado states that the Act and the FCC rulings do not distinguish between a "telecommunications carrier" for purposes of Sections 251(a),(b), or (c) (Intrado Initial Br. at 57, citing *Time Warner Order* at fn. 18). Further, Intrado observes, as the Commission confirmed in the *MCI Proceeding* and *Sprint Arbitration Award*, that it will be acting as a "telecommunications carrier" that provides "telephone exchange service" when it provides wholesale service. Therefore, Intrado asserts that its definition of "end user" is appropriate (*Id.* at 57, 58).

Contrary to Embarq's contentions, Intrado asserts that entities like Vonage are properly classified as "end users" because they purchase service from telecommunications carriers similar to other businesses or persons that obtain local exchange services from a local exchange carrier (e.g., *In the Matter of Implementation of the Local Competition Provisions in the Telecommunications Act of 1996*, 16 FCC Rcd 9151, ¶11 [2001]; *In the Matter of Amendments of Parts 60 of the Commission's Rules Relating to Enhanced Service Providers*, 3 FCC Rcd 2631, fn. 8, 53 [1988]). Finally, Intrado notes that Vonage and other interconnected VoIP service providers have not been classified as carriers by the FCC and are, instead, considered to be "end users" for regulatory purposes (e.g., *Universal Service Contribution Methodology*, 21 FCC Rcd 7518, ¶58 (2006). In sum, Intrado believes that its proposed definition of "end user" is consistent with FCC rulings and reflects the concept that a wholesale purchaser or a carrier could be considered as an "end user" of one of the parties (Intrado Initial Br. at 57, 58).

Embarq states that its template agreement and many of its existing contracts do not define the term "end user," but, instead, determine its meaning through the context of the interconnection agreement (Embarq Initial Br. at 10). Embarq adds that, according to the

National Emergency Number Association (NENA) Master Glossary of 9-1-1 Terminology, an "end user" means the individual that makes the 9-1-1 call (Embarq Ex. 5 at 61, 62). Embarq also observes that PSAPs purchase retail services and, like a government agency, can be classified an "end user" (*Id.* at 68). Finally, Embarq references Intrado's representation that the only "end users" it anticipates as purchasers of its tariffed services will be PSAPs (Embarq Initial Br. at 10, 11.) With the aforementioned in mind, Embarq proposes this definition of "end user":

For the purposes of this agreement "end user" means the individual that makes the 9-1-1 call or the PSAP receiving the call for the purpose of initiating the emergency or public safety response.

Embarq believes that the above definition includes the ultimate consumer who subscribes to and receives a retail service, as well as PSAPs which also purchase services at retail (Embarq Ex. 5 at 61, 62, 68; Embarq Initial Br. at 11).

Embarq opines that Intrado's proposed definition is overly broad, ambiguous, and exceeds Intrado's stated intent (*Id.* at 10). Embarq asserts that Intrado's definition "would improperly allow Intrado to consider its wholesale carrier customers as 'end users,' as well as carrier-like entities such as Vonage" (Embarq Ex. 5 at 62). If the term "end user" is permitted to refer to wholesale carriers and companies like Vonage, Embarq believes that there will be "additional and unnecessary confusion," because Intrado proposes to substitute the term "end user" into parts of the interconnection agreement where such language is not really applicable, given Intrado's limited certification (*Id.* at 63, 64).

Embarq also contends that, because a local loop is a facility between an Embarq wire center and an "end user," expanding the definition of "end user" to include carriers and carrier-like entities will provide Intrado with an opportunity to define facilities between Embarq and such companies as local loops. Embarq adds that a local loop is defined by the FCC as a transmission facility between an ILEC central office and the loop demarcation point at the "end user" customer premises. Thus, states Embarq, if Intrado convinces the Commission that a carrier is an "end user," Embarq will be forced to provide local loop network elements instead of transport (*Id.* at 64, 65). Embarq notes that the FCC has established pricing for network elements at cost, which may be less than tariffed alternatives. By seeking to improperly classify transport as a local loop network element, Embarq believes that Intrado will manipulate the regulations to secure a price advantage (*Id.* at 65, 66).

Finally, with respect to carriers like Vonage, which provide interconnected VoIP service to "end users," Embarq notes that in the FCC's VoIP 9-1-1 proceeding, the FCC ordered interconnected VoIP providers to provide 9-1-1 access to their "end users." Thus, Embarq contends that when Intrado sells 9-1-1 service to carriers like Vonage, Intrado is not selling service to an "end user," but is selling wholesale services to a company that acts like

a carrier and sells telephone-like services to "end users." Embarq adds that this is consistent with the FCC's definition of wholesale and retail services, whereby a wholesale transaction refers to a transaction of a service or product as an input for further sale to an "end user," while a retail transaction is for the customer's own personal use or consumption. (Embarq Ex. 5 at 66, 67, referring to *Deployment of Wireline Services Offering Advanced Telecommunications Capability*, CC Docket No. 98-147, Second Report and Order, 14 FCC Rcd 19237, 19423, ¶13 [1999]).

ISSUE 4 ARBITRATION AWARD

The Commission finds that Intrado's proposed definition of "end user" is overly broad inasmuch as it includes customers that Intrado may possibly serve in the future conditioned upon an eventual expansion of its current certification. When granting certification for Intrado, the Commission determined that, at this time, Intrado is not a CLEC that "provides basic local exchange service to end user subscribers who have affirmatively selected Intrado or have other alternative providers available" (See 07-1199, Finding and Order, February 5, 2008, p. 5). Rather, Intrado was designated a competitive emergency services telecommunications carrier because of its stated intent to serve as a competitive 9-1-1 service provider, offering services that, in the Commission's words, "involve the routing, transmission, and transport of traditional and nontraditional emergency call traffic to the appropriate PSAP or to allow for the handoff to a different 9-1-1 service provider, such as an ILEC, for call completion to the appropriate PSAP" (*Id.*). While Intrado may, at some future time, apply for and receive expanded Commission certification for the purpose of becoming a CLEC, it currently does not have certification to provide services to carriers and carrier-like entities on a retail or wholesale basis.

In addition, the Commission notes that the decisions and rules cited by Intrado in support of its contention that wholesale customers are "end users" for the purpose of interconnection are not on point. The definition of "customer" as it appears in Rule 4901:1-7-01, O.A.C., must, as a matter of course, include wholesale customers, as it defines the term in the context of the Commission's rules governing carrier-to-carrier (i.e., wholesale) operations. In understanding how the term "end user" is generally interpreted in this context, it is useful to review the definitions under Rule 4901:1-8-01, O.A.C. (9-1-1 Service Program Rules). 4901:1-8-01(E), O.A.C., defines the E9-1-1 database as:

"E9-1-1 database" means the database maintained by each service provider which provides end user telephone number and location information for the initial load and ongoing updates to the [Automatic Location Identification] ALI database held by the database management system provider. (Emphasis added)

Therefore, in the context of 9-1-1 and related services, it is clear that the general understanding of the term "end user" in the Commission's rules is the customer making a

9-1-1 call, for whom the 9-1-1 databases would need to provide telephone number and location information.

With regard to the decisions in the *MCI Proceeding* cited by Intrado, the Commission is not persuaded that these decisions support Intrado's position regarding expanding the term "end user" to encompass wholesale customers. In the *MCI Proceeding*, the question before the Commission was the extension of a rural exemption in the face of a bona fide request from a certified CLEC, and the question of whether that CLEC was entitled to use the interconnection agreement to terminate calls that were originated from or destined for the customers of upstream providers who were wholesale customers of the CLEC. While this decision has some bearing on this arbitration, it does not affect the definition of "end user," as none of the parties in that proceeding attempted to indicate that the definition of "end user" was at issue in the case. For all parties in that proceeding, "end user" continued to mean an end-user retail customer.

Similarly, Intrado's reliance on the *Sprint Arbitration Award* is misplaced. While that award addressed the term "end user," it did not consider expanding the term to encompass a wholesale customer. Rather, the decision addressed the issue of whether the interconnecting CLEC must provide the complete service to the "end user" or merely a portion of the service. The Commission concluded that the interconnecting CLEC could provide a portion of the "end user's" service to a wholesale customer, while the interconnecting CLEC's wholesale customer provided the complete service to an "end user" (*Sprint Arbitration Award* at 9, 10).

In sum, the Commission finds that, given Intrado's current certification, Intrado's proposed definition of "end user" is overly broad, particularly given Intrado's assertions during hearing that it seeks to currently serve only PSAPs. While Embarq agrees that the meaning of "end user" should include PSAPs in addition to the customary meaning of "end user," it appears that, given the Commission's Award in Issue 2, Embarq's definition may well be too narrow, requiring a future amendment if the nature of Intrado's certification changes. Therefore, the Commission finds the following definition of "end user" to be appropriate for the purpose of this interconnection agreement:

For the purposes of this agreement "End User" means the retail, end-use, dial tone customer of either party, or the PSAP served by either party receiving 9-1-1 calls for the purpose of initiating the emergency or public safety response. Where one or the other form of end-user is specifically required, "End User" shall refer to the retail, dial tone customer, while "PSAP End User" shall refer to the PSAP.

Issue 6: Whether audits should be performed by independent, third-party auditors

Intrado proposes the following language regarding audits:

. . . Subject to each Party's reasonable security requirements and except as may be otherwise specifically provided in this Agreement, either Party, at its own expense, may perform an audit through an independent third party of the other Party's books, records and other documents directly related to billing and invoicing in any twelve (12) month period for the purpose of evaluating the accuracy of the other Party's billing and invoicing. "Audit" shall mean a comprehensive review of bills for services performed under this Agreement. "Examination" shall mean an inquiry into a specific element of or process related to bills for services under this Agreement. Either party (the "Requesting Party") may perform one (1) Audit per twelve (12) month period commencing with the Effective Date (Emphasis added.)

Intrado asserts that an independent third-party requirement will ensure that Intrado "is not unduly burdened or exposed to audit abuse" (Intrado Initial Br. at 61). Intrado contends that audits are costly, forcing a carrier to direct resources toward the audit, thereby disrupting normal business activity and exposing its processes to a direct competitor. Intrado adds that in the event there is an audit by a third party, the auditing party should cover the cost of the audit. According to Intrado, such a provision in the interconnection agreement creates incentive to avoid frivolous audits (Intrado Initial Br. at 61). Intrado adds that audit power can be easily abused, particularly when the parties involved do not hold equal market positions. Further, Intrado opines that audits "can be used to stifle competition by creating financial burdens on new entrants and distracting resources to the audit" (Intrado Ex. 2 at 5). Intrado believes that the language requiring the use of a third party for audits "is especially appropriate where the parties to a contract are direct competitors" (*Id.* at 5).

Intrado observes that Embarq's template language recognizes a distinction between an "audit" and an "examination," presenting a continuum for addressing billing disputes between the parties, with either party also able to use dispute resolution provisions of the interconnection agreement. Intrado explains that an "examination" is intended to be used for specific document requests or billing inquiries, while an "audit" is a comprehensive review of bills rather than a specific inquiry. Intrado adds that both parties have agreed that neither party may request an "audit" more frequently than once during any twelve month period, while an "examination" may be performed by either party as deemed necessary, with the assistance of the other party (*Id.* at 6; Intrado Initial Br. at 61). Further, Intrado opines that the dispute resolution process suggests that dispute resolution would be invoked first prior to any formal examination or audit process (*Id.* at 62). Therefore, Intrado concludes that the need for an independent third-party auditor would be rare, thus negating Embarq's concerns about the expense of a third-party audit (*Id.*).

In support of its position, Intrado represents that "similar third-party audit provisions are common in incumbent interconnection agreements," including the template interconnection agreements of many ILECs operating in Ohio (*Id.* at 63). Further, Intrado asserts that "the Commission has found language for the use of a third-party auditor reasonable and the division of costs reasonable (See e.g., *In the Matter of TelCove Operations, Inc.'s Petition for Arbitration Pursuant to Section 252(b) of the Communications Act of 1934, as Amended by the Telecommunications Act of 1996, and Applicable State Laws for Rates, Terms, and Conditions of Interconnection with Ohio Bell Telephone Company d/b/a SBC Ohio*, Case No. 04-1822-TP-ARB, [January 25, 2000]). Similar to the Commission's concerns in 04-1822 regarding potential abuses by a competitor during an audit, Intrado believes that the Commission should adopt Intrado's proposed language (Intrado Initial Br. at 63).

Embarq's proposed language concerning audits is as follows:

. . . Subject to each Party's reasonable security requirements and except as may be otherwise specifically provided in this Agreement, either Party, at its own expense, may audit the other Party's books, records and other documents directly related to billing and invoicing in any twelve (12) month period for the purpose of evaluating the accuracy of the other Party's billing and invoicing. "Audit" shall mean a comprehensive review of bills for services performed under this Agreement. "Examination" shall mean an inquiry into a specific element of or process related to bills for services under this Agreement. Either party (the "Requesting Party") may perform one (1) Audit per twelve (12) month period commencing with the Effective Date . . . (Emphasis added.)

Embarq asserts that a mandated, third-party audit is contrary to industry practice in Ohio. Further, states Embarq, it has negotiated many interconnection agreements that have been filed and approved in Ohio that do not contain a requirement that audits be conducted by independent third parties. In Embarq's opinion, Intrado has not established that such audits are consistent with industry practice in Ohio (Embarq Initial Br. at 13).

Embarq notes that Intrado's proposed language would require each party to hire an independent third-party auditor whenever a party wished to conduct an audit of the other party. Embarq considers such language to be unreasonable and states that Intrado's concerns regarding confidentiality and abuse of power to be "purely speculative" (*Id.* at 11). Embarq observes that although Intrado witness Clugy claims that audits can be abused, she was unaware of audits having been abused by any ILEC in Ohio or elsewhere (*Id.* at 12 citing Tr. 1 at 149). Embarq adds that its own witness Hart testified that no CLEC or other entity has ever complained that Embarq has used audits to financially intimidate or harass competitors (*Id.* citing Tr. II, 171). Further, despite Intrado's concerns that the parties do not hold equal positions in the competitive market, Embarq references the testimony of Intrado witness Spence-Lenss regarding the number of 9-1-1 calls made over Intrado's network and

the number of subscriber records managed by Intrado (*Id.* at 12, citing Intrado Ex. 5 at 4). Embarq submits that this testimony demonstrates that Intrado is not a small operation that could be easily intimidated by an Embarq financial audit. Further, Embarq points out that, even if it wished to harass Intrado through an audit, the parties have already agreed that only one audit can be conducted during a twelve-month period (*Id.* at 13, citing Embarq Template Interconnection Agreement at Sec. 8.1).

Additionally, Embarq states that, to the extent that Intrado believes that it is being harassed through an audit, it could invoke the dispute resolution process under the interconnection agreement (Embarq Initial Br. at 12, 13). While not disagreeing that, under language agreed upon by both parties, an inquiry about one billing element is appropriate for an examination rather than an audit, Embarq witness Hart notes that the interconnection agreement does not specify whether dispute resolution must be used prior to an audit (Tr. II, 158, 159, 167). Embarq points out that mandated audits by third-party firms are "expensive and inefficient" and could cost from \$20,000 to \$30,000. With this in mind, Embarq believes that a party would be discouraged from pursuing an audit if the amount at issue was less than the predicted expense of the audit. Embarq also submits that audits conducted by independent third parties are not necessarily more effective than an audit conducted by one of the parties inasmuch as the parties' employees are more familiar than an outside firm with telecommunications billing system and how to extract the data (Embarq Initial Br. at 13, 14). In response to Intrado's concerns that an audit by Embarq representatives could jeopardize confidential information, Embarq states that the undisputed terms of the interconnection agreement "provide for maintaining the confidentiality of information exchanged between the parties" (*Id.* at 14). Additionally, Embarq witness Hart states that "the information subject to an audit would be information that would form the basis for an invoice [of Intrado bills to Embarq]. That's hardly secret information" (Embarq Ex. 4 at 8).

ISSUE 6 ARBITRATION AWARD

While cognizant of Intrado's concerns that an audit by a competitor introduces the potential for abuse, the Commission observes that Intrado failed to offer evidence of any such improper actions by an ILEC in Ohio or elsewhere. Indeed, language agreed upon by both parties states that an audit is "subject to each Party's reasonable security requirements" Further, the Commission takes notice of Embarq's contention that, under language already agreed upon by the parties, only one audit can be conducted during a twelve-month period and that, if Intrado believed that it was being harassed through an audit, Intrado could resort to dispute resolution under the interconnection agreement.

In addition, while Intrado's witness Clugy's prefiled testimony includes templates from different interconnection agreements with language regarding third-party audits, the Commission notes that she was unable to testify with certainty that such language is currently in an interconnection agreement approved by this Commission (Tr. I, 146). As for

the Commission's decision in the *TelCove* arbitration, the Commission observes that the approved language allows an audit to be conducted either by the auditing party's employees or an independent auditor acceptable to both parties, and that if the audited party requests the use of an independent auditor and the auditing party agrees, the audited party must pay one-fourth of the independent auditor's fees and expenses. In contrast, Intrado's proposed language makes mandatory the use of a third party for an audit and would make the auditing party fully responsible for payment of such an audit.

Given that Intrado's proposed language would make mandatory the use of a third party for audits, the Commission must examine the issue of the audit's expense. In particular, the Commission notes that both parties agree that third-party audits are costly. Additionally, as noted by Embarq witness Hart, the Commission recognizes that audits conducted by third parties are not necessarily more effective than audits conducted by employees of a competing telecommunications carrier, who are more familiar than a third party with the telecommunications billing systems and how to extract the data. Therefore, in light of the aforementioned issues, and considering that both parties have agreed that an audit is subject to each party's reasonable security requirements, the Commission determines that Embarq's proposed language regarding audits is more reasonable.

Issue 9-1: **Whether 9-1-1 Service and E9-1-1 Service should be included in the section regarding local interconnection? (Issue as defined by Intrado)**
Whether Section 55.1 of the interconnection agreement should include Intrado's proposed reference to 9-1-1 Service and E9-1-1 Service? (Issue as defined by Embarq)

Issue 9-2: **Whether one-way trunks should be used by the parties for the interconnection of the parties' 9-1-1/E9-1-1 networks and E9-1-1 tandems through inter-selective router trunking?**

Issue 9-3: **Same as 9-2.**

While the parties have described the various areas of dispute in Issues 9-1 through 9-3 as two or three different technological issues, their actual arguments, as reflected in the Joint Issues Matrix, in testimony and on brief, revolve around the central question of whether proposed language in Section 55.1 and its associated subsections are appropriate for inclusion in a Section 251(c) interconnection agreement. While the technical issues regarding interconnection are dealt with pursuant to Issues 10, 13, and 14, here the Commission will deal with the question of the inclusion of the specific language proposed in Section 55.1 in this interconnection agreement.

Additionally, the Commission has already addressed the overall question of whether language appropriate to a Section 251(a) agreement belongs in this interconnection agreement (Issue 1), how such language should be handled within a this agreement (Issue

3), and the treatment of language regarding services that Intrado is not eligible to purchase under its current certification (Issue 2). Therefore, the Commission will deal here exclusively with arguments and discussion unique to Issues 9-1 through 9-3, and the implementation of the Commission's decisions in Issues 1, 2, and 3 and the proposed language in Section 55.1 and its subsections.

Intrado has proposed the following language for inclusion as Section 55.1 of the agreement:

55.1 The Parties shall reciprocally terminate Local Traffic, IntraLATA/InterLATA toll calls, and 9-1-1 service and E9-1-1 service calls originating on the other party's network as follows:

Intrado states that the proposed language is appropriate for inclusion in a Section 251(c) agreement inasmuch as 9-1-1 and E9-1-1 calls are like any other local exchange traffic and that the two-way call completion between Embarq and Intrado is "fundamentally no different than any other two-way communication occurring between two local carriers, one of which is the originating service provider and the other of which is the terminating carrier" (Intrado Initial Br. at 43). While acknowledging that a PSAP customer may have additional features, such as ANI (Automatic Number Identification) and ALI, Intrado states that fundamentally, ALI delivered to the PSAP is no different from a terminating customer who subscribes to Caller ID (*Id.*).

Embarq takes the position that the proposed language, though acceptable "in a commercial agreement," is inappropriate in an interconnection agreement, inasmuch as it is not applicable to the provisioning of service consistent with Section 251(c) (Joint Issues Matrix). Embarq states that the primary dispute between the parties pursuant to Issue 9 is the extent to which Section 251(c) applies when Intrado is the 9-1-1 service provider to the PSAP (Embarq Initial Br. at 14). Specifically, Embarq asserts that Intrado's proposed language is "entirely inappropriate" inasmuch as Intrado has attempted to insert 9-1-1 Service and 9-1-1 Service calls into a section of the interconnection agreement related to reciprocal termination of local traffic. Specifically, Embarq avers that the pertinent section of the interconnection for which Intrado is seeking inclusion of its language is intended to apply to nonemergency traffic that would be routed and exchanged in either direction (*Id.* at 14, 15). In support of its position, Embarq asserts that Intrado will not be sending any traffic to it due to the fact that is not certified to have any end users other than PSAPs. Therefore, Intrado will only terminate 9-1-1 calls that it receives from Embarq end users and will not originate any traffic for termination to Embarq (*Id.* at 15; Tr. II, 57). Finally, Embarq states that emergency calls are jurisdictionally "agnostic", and are not subject to reciprocal compensation. Therefore, Embarq concludes that inclusion of a reference to 9-1-1 traffic in the reciprocal termination section of an interconnection agreement is inappropriate. (*Id.*)

ISSUE 9.1 ARBITRATION AWARD

In its consideration of the Issues 1, 2, and 3, discussed *supra*, the Commission has previously dealt with the following questions:

- 1) Whether this interconnection agreement should include language dealing with aspects of interconnection that relate to Section 251(a)?
- 2) Whether this agreement should include language relating to Intrado offering services not covered under its current certification?
- 3) How Section 251(a) language should be handled in this interconnection agreement?

With regard to these questions, the Commission has concluded that (1) this interconnection agreement appropriately includes both Section 251(a) and (c) obligations of the parties, (2) the relevant portions of Section 251(a) should be appropriately indentified, and (3) some of the interconnection agreement language is only applicable provided that Intrado obtains Commission approval to expand its current certification.

Relative to proposed Section 55.1, the Commission is not persuaded that the language proposed by Intrado should be excluded from the resulting interconnection agreement. As a matter of public policy, it would be unreasonable for the Commission to approve an interconnection agreement that, for whatever reason, reflected that 9-1-1 traffic would not be reciprocally terminated. The proposed language addressed in Section 55.1 is appropriate under an agreement pursuant to either Section 251(a) or (c).

The Commission also dismisses the argument that the language proposed by Intrado for Section 55.1 should be excluded on the basis that Intrado will not be terminating traffic on Embarq's network. Without completely reiterating our entire discussion relative to Issue 2, the Commission notes that it previously determined that Embarq's proposed Section 2.2 is proper for this agreement and provides the appropriate limitations as to the services or facilities that Embarq must provide to Intrado consistent with scope of Intrado's certification.

Finally, the Commission is not persuaded by Embarq's argument that 9-1-1 traffic is not subject to reciprocal compensation and, therefore, should not be discussed under a section pertaining to reciprocal termination. The Commission notes that the issue of reciprocal compensation is a distinguishable from that of reciprocal termination. The former is a mechanism for parties to compensate each other for any traffic they may terminate on each other's networks; the latter is an agreement to actually terminate said traffic when and if it exists. As noted *supra*, the Commission finds that, to the extent that reciprocal 9-1-1 traffic exists or may exist in the future, the terms of this interconnection

agreement may explicitly allow for the termination of said traffic. Consistent with its conclusions elsewhere and the findings noted above, the Commission concludes that the language proposed by Intrado in Section 55.1 is appropriate for inclusion in this interconnection agreement.

With respect to the competing language in Issues 9-2 and 9-3, and Sections 55.1.3 and 55.1.4 of the interconnection agreement, the Commission finds that Embarq has indicated its willingness to include Intrado's entire proposed Sections 55.1.3 and 55.1.4 in a "commercial agreement" and has identified in both the Joint Issues Matrix and on the record (Joint Issues Matrix at 8-10; Tr. III, 108) that it uses the term "commercial agreement" in this context to refer to a 251(a) agreement. Further, the Commission has determined that Section 251(a) terms and conditions are appropriately included in an interconnection agreement resulting from this arbitration. Therefore, the Commission finds that Intrado's proposed language for Sections 55.1.3 and 55.1.4 should be included in the resulting interconnection agreement and clearly delineated as a Section 251(a) arrangement.

Issue 10: Point of interconnection

The initial question presented for the Commission's resolution relative to Issue 10 concerns the point of interconnection that Embarq must provide to Intrado on Embarq's network under scenario 1, in which Embarq is the 9-1-1/E9-1-1 service provider to the PSAP. According to the record in this case, it appears that Intrado and Embarq have agreed that Embarq's selective router can be used as the point of interconnection on Embarq's network when Embarq is the designated 9-1-1/E9-1-1 service provider and also as the point of interconnection for delivery of Intrado's non-9-1-1 traffic to Embarq (Intrado Initial Br. at 41, Embarq Initial Br. at 10). However, while Embarq agrees with a single point of interconnection on Embarq's network (at Embarq's selective router) for the exchange of non-9-1-1 traffic from Intrado, Embarq has included contract language at Sections 55.2.1 and 55.2.1(c) under Issue 10 which requires Intrado to establish additional points of interconnection at any Embarq end-office that subtends a non-Embarq tandem office (June 12, 2008, Joint Issues Matrix at 12, 15).

Intrado disagrees with portions of Embarq's proposed contract language that would require Intrado to establish additional points of interconnection on Embarq's network for the exchange of non-9-1-1 traffic (Intrado Initial Br. at 41). Further, Intrado contends that Embarq's proposed language is inconsistent with the requirements of Section 251 of the Act, the FCC's related rules, and the Commission's rules. Therefore, Intrado argues that Embarq's proposed contract language requiring multiple points of interconnection on Embarq's network should be rejected (Intrado Ex. 4 at 14). In support of its position, Intrado submits that, consistent with Rule 4901:1-7-06(a)(5), O.A.C., and federal law, CLECs are entitled to a single point of interconnection on the ILEC's network (Intrado Initial Br. at 42). Therefore, Intrado advocates that the Commission should adopt Intrado's proposed language, which makes it clear that Intrado is not required to establish additional points of

interconnection at Embarq's end offices for the exchange of non-9-1-1 traffic (Intrado Initial Br. at 42).

In response to Intrado's concerns with Embarq's proposed contract language regarding the requirement for an additional point of interconnection for the exchange of non-9-1-1 traffic under certain circumstances, Embarq points out that the disputed contract language exists in current contracts applicable to carriers that want to establish a point of interconnection with Embarq for the purpose of providing local and long distance calling. As such, Embarq is hesitant to strike this language, as an interconnection agreement without Embarq's current contract language could then be subject to adoption by any CLEC under Section 252(i) of the Act. Embarq does not believe that this language affects Intrado's right to a single point of interconnection on Embarq's network because the parties agreed, in Section 55.2.1(a) of the proposed interconnection agreement, to adopt a single point of interconnection at Embarq's selective router (Embarq Exhibit 5 at 90-93; June 12, 2008, Joint Issues Matrix at 15).

With respect to the issue of Embarq establishing points of interconnection on Intrado's network,⁴ Intrado states that it is seeking to require Embarq to establish at a minimum, two points of interconnection on Intrado's network. Intrado claims this is for reliability and redundancy purposes when Intrado is the wireline 9-1-1/E9-1-1 service provider to the PSAP (Tr. II, 39). Intrado points out that the FCC is currently reviewing whether providers should be required to deploy redundant trunks to each selective router or require that multiple selective routers be able to route calls to each PSAP (Intrado Initial Br. at 35; *In the Matter of E911 Requirements for IP-Enabled Service Providers*, WC Docket Nos. 04-36, 05-196, adopted May 19, 2005, FCC Rcd. 10245) (*VoIP E9-1-1 Order*). Intrado further contends that its proposal is consistent with, and supported by, the FCC's Network Reliability and Interoperability Council standards, which recommend diversification of 9-1-1 circuits over multiple and diverse interoffice facilities (Intrado Ex. 4 at 27). Finally, Intrado points out that Embarq provides no technical, operational, or economic justification for its refusal to implement Intrado's proposal (Intrado Reply Br. at 18).

In regard to the question of the applicable section of the Act relative to the proposal to require Embarq to establish a minimum of points of interconnection on Intrado's network, Embarq argues that it does not believe Section 251(c) of the Act applies when Intrado is the 9-1-1/E9-1-1 service provider. Embarq further argues that, even if it did apply, there is nothing in Section 251(c) of the Act requiring Embarq to establish multiple points of interconnection on Intrado's network. Embarq asserts that it is well-established law that, pursuant to Section 251(c) of the Act, the CLEC may choose a point of

⁴ While the contract language concerning Embarq's establishment of points of interconnection on Intrado's network appears in Section 55.4 under Issue 13, through the course of the hearing and briefs, the parties generally presented all of their arguments regarding points of interconnection by both Embarq and Intrado under Issue 10. Therefore, the Commission will address the entirety of the issues regarding points of interconnection here as well.

interconnection that is within the ILEC's network (Embarq Reply Br. at 10) Embarq contends that Intrado recognizes this requirement for non-9-1-1 purposes; however, Intrado appears to believe that it does not hold equally true for 9-1-1 traffic (*Id.*).

In support of its position, Embarq contends that in the *Virginia Arbitration Order*, 17 FCC Rcd 27039, fn 200, the FCC recognized that interconnection within the ILEC's network is governed by Section 251(c) of the Act while interconnection on a competing carrier's network is governed by Section 251(a) of the Act. Embarq further asserts that there is nothing in Section 251(a) that supports Intrado's request for Embarq to establish multiple points of interconnection on Intrado's network and, further, there is nothing in Section 251(a) of the Act requiring the Commission to grant Intrado's request. Lastly, Embarq believes that both parties must first mutually agree to terms and conditions for the establishment of multiple points of interconnection on Intrado's network (Embarq Initial Br. at 18).

ISSUE 10 ARBITRATION AWARD

As stated previously, the parties have agreed to a single point of interconnection within Embarq's network, at Embarq's selective router, for the exchange of 9-1-1 traffic with Intrado. With respect to Intrado's concern that Embarq's contract language may require it to establish more than one point of interconnection on Embarq's network, the Commission is not convinced that this provision should be deleted from the contract. The language appears to require an additional point of interconnection on Embarq's network only under the specific circumstance where an Embarq end office subtends a non-Embarq tandem for the exchange of non-9-1-1 traffic from Intrado. While the Commission recognizes that, consistent with the Commission's Award for Issue 2, this language would not apply to Intrado's current authority to provide 9-1-1/E9-1-1 network service to a PSAP, it is in Embarq's standard language relative to current CLECs and, therefore, there is no harm in leaving such language in the resulting interconnection agreement to the extent that the attending conditions become relevant at a later point in time.

As previously discussed in our award for Issue 1, Section 251(a) of the Act is applicable when Intrado is the 9-1-1/E9-1-1 service provider to the PSAP. The Commission agrees with Embarq that nothing in Section 251(a) of the Act requires Embarq to establish multiple points of interconnection on Intrado's network when Intrado is the 9-1-1/E9-1-1 service provider to the PSAP. While both parties agree that redundancy should result in a more reliable network, the Commission agrees with Embarq that the establishment of multiple points of interconnection on Intrado's network should be mutually agreed to and acceptable to both parties. The fact that the FCC is contemplating if it should require redundancy in the 9-1-1/E9-1-1 network, despite the fact that it is generally recognized that such redundancy improves network reliability, leads the Commission to believe that there are situations where mitigating factors, such as the trade off between increased reliability and increased cost, are at play. As such, the Commission will not require Embarq, at this

time, to establish multiple points of interconnection on Intrado's network, where Intrado is the 9-1-1/E9-1-1 network provider to the PSAP.

Issue 13: Whether Embarq should be required to use direct end office trunking to route its end users' 9-1-1 calls to Intrado's selective router when Intrado is the 9-1-1/E9-1-1 network provider to the PSAP.

Intrado contends that Embarq's proposal to use its own selective router to direct 9-1-1 call traffic to Intrado, where Intrado is the 9-1-1/E9-1-1 service provider, is an unnecessary expense and increases the risk of failure by adding additional points of failure in the network. According to Intrado, this is due to the unnecessary switching of Embarq's originating office traffic by Embarq's selective router, as opposed to having Embarq's end users' 9-1-1 calls sorted at Embarq's end office and directly trunked to Intrado's selective router (Intrado Ex. 4 at 19).

Additionally, Intrado claims that Embarq's failure to provide it with arrangements comparable to those that Embarq uses in its own network for the routing of 9-1-1/E9-1-1 service traffic is a violation of Embarq's obligations under the law (Intrado Reply Br. at 15). In support of its position, Intrado submits that Embarq employs direct trunking from its end offices to its selective router when it is the 9-1-1 service provider and, therefore, it should employ the same type of trunking arrangement when Intrado is the 9-1-1 service provider in order to ensure that the service provided to Intrado is at least equal in quality to that which Embarq provides to itself (Intrado Ex. 4 at 17, 18). Further, Intrado avers that Embarq imposes direct trunking requirements on carriers seeking to terminate traffic on Embarq's 9-1-1 network. In particular, Intrado notes that Embarq's template interconnection agreement states that "[s]eparate trunks will be utilized for connecting CLEC's switch to each 9-1-1/E9-1-1 tandem." According to Intrado, this language requires CLECs to establish direct trunks to Embarq to terminate 9-1-1 traffic just as Intrado has requested of Embarq (Intrado Initial Br. at 41 quoting Attachment 1 of Intrado's Petition for Arbitration).

Embarq contends that Intrado's proposal requiring Embarq to use direct one-way trunks to connect to Intrado's selective router reflects an attempt by Intrado to preclude Embarq from using its existing selective router to route calls from Embarq end users when those calls originate from an Embarq end office served by multiple PSAPs (Embarq Ex. 5 at 79). In doing so, Embarq argues, Intrado is effectively trying to dictate how Embarq engineers its network on Embarq's side of the point of interconnection (*Id.*).

With respect to Intrado's fears that use of Embarq's selective routers, rather than direct trunks, to route 9-1-1 calls to Intrado will add an additional, potential, point of failure, Embarq submits that such concerns are not supported by the record. Based on its review of NENA documentation, and its own experience, Embarq avers that the likelihood of such a failure is rare (Embarq Ex. 5 at 82). Thus, for non-default calls, representing

approximately 99.8 percent of 9-1-1 calls, Embarq submits that ANI would be routed over the inter-selective routing trunks to Intrado's selective router, which would use that information to route the calls properly. Embarq avers that if it determines that the arrangement does not provide its end user customers with satisfactory service, the company will implement the necessary measures to do so. Embarq contends that it takes its role in providing 9-1-1 service to its end users seriously and would not jeopardize that service simply to make life more difficult for another company seeking to compete in the provision of components of the wireline E9-1-1 network (*Id.* at 83).

Embarq further claims that there is no legal justification for requiring it to route all 9-1-1 traffic through direct end office trunks to Intrado's selective router when Intrado is the 9-1-1 service provider to the PSAP (Embarq Initial Br. at 16). While Embarq acknowledges that its standard interconnection language requires direct end office trunking, it contends that this reflects the way that many other carriers connect to Embarq's selective routers when Embarq provides the 9-1-1/E9-1-1 network. Embarq submits that this scenario does not mean that, if requested, it would be unwilling to allow other carriers to use inter-selective routing as an alternative. Rather, Embarq opines that due to the small number of access lines, it is unlikely that any CLECs would have invested in selective routers and implemented the processes and systems needed to operate the selective routers in an efficient manner (Embarq Ex. 5 at 81, 82).

Next, Embarq argues that Intrado's proposal would require Embarq to implement a more costly and less efficient alternative to allowing Embarq to use its existing selective routers, rather than direct trunks, to route 9-1-1 calls from Embarq's end users to Intrado's selective router (*Id.* at 80, 81). In particular, Embarq contends that Intrado's proposal to require Embarq to use direct end office trunks to Intrado's selective router will necessarily require "class marking", or "line attribute routing" as referred to by Intrado, to sort 9-1-1 traffic in order to properly route the end user's 9-1-1 calls to Intrado's selective router. Embarq explains that class marking is a manual process in which each end user's telephone number is programmed in the serving central office switch to correspond to a specific 9-1-1 trunk group. The 9-1-1 trunk group is then connected directly to a selective router, which takes the 9-1-1 call and switches it to the appropriate PSAP. Embarq contends that Intrado's proposed language would require Embarq to modify its local service provisioning processes nationwide and incur the additional cost of re-engineering and installing new 9-1-1 trunks and transport throughout its network for no legitimate reason (*Id.* at 79, 80). Embarq argues that the potential for failure using class marking is at least as great as and likely greater than, the potential failure when Embarq's selective router is used (*Id.* at 82). In addition, Embarq argues that Intrado's proposed use of class marking/line attribute routing for routing its end users' 9-1-1 calls would be very expensive for Embarq (Tr. II, 105; Tr. III, 115). Embarq contends that, to the extent Intrado's desired method of interconnection imposes extraordinary burdens on Embarq, Intrado must pay for those costs consistent with the FCC's Local Competition First Report and Order (Embarq Reply Br. at 12).

Intrado avers that its witnesses have demonstrated that line attribute routing, is technically feasible and that similar processes are in use today for the routing of long distances calls or mapping wireless calls to tax codes (Intrado Ex. 1 at 9, 10; Intrado Ex. 4 at 21). Contrary to Embarq's assertions, Intrado asserts that Embarq would not be required to create any new information, and the level of effort on Embarq's part to program its switches would be minimal (Tr. I, 52). Intrado explains that class marking involves data that is not validated to the Master Street Address Guide (MSAG), while line attribute routing is based upon integration of MSAG data into Embarq's service provisioning process (Tr. II, 77, 78). Intrado's line attribute routing would require Embarq to validate its end users' address information against the MSAG or Street Information Guide during the service order process with customers to ensure that end user's 9-1-1/E9-1-1 calls are directed to the appropriate PSAP (*Id.*).

Finally, with regard to Issue 13, Embarq argues that in the situation where Intrado is the 9-1-1 service provider to the PSAP, Embarq is the "requesting carrier" for interconnection to Intrado's network in order to fulfill its obligation to provide 9-1-1 access to its own end user customers (*Id.* at 54). While Embarq avers that Section 251(a) is applicable when it is the requesting carrier, it notes that even in a Section 251(c) arrangement, the requesting carrier is entitled to select the point of interconnection, which must be within the ILEC's network (Embarq Initial Br. at 6, 7). Citing the *Virginia Arbitration Order* at ¶53, Embarq avers that the law is clear that it is solely responsible for its facilities on its side of the point of interconnection. Therefore, Embarq submits that if it interconnects at Intrado's selective router, it has sole responsibility for determining the method and manner of routing the call to the point of interconnection (*Id.* at 14).

Intrado agrees with Embarq that, consistent with the FCC's finding, the point of interconnection for connecting to the wireline E9-1-1 network is at the selective router and that each party bears the cost of getting to the point of interconnection (Intrado Initial Br. at 32, 33). Intrado contends, however, that in today's environment, when Embarq is not the 9-1-1/E9-1-1 service provider for a PSAP, Embarq takes its originating end users' 9-1-1 calls to a meet-point established with an adjacent carrier or all the way to the adjacent carrier's selective router for termination of its customer's 9-1-1 call. Intrado claims that this routing is similar to Intrado's proposal where Embarq would establish a trunk group from its end office switch to the adjacent carrier's selective router and 9-1-1 calls made by Embarq's end users to the PSAP, serviced by the adjacent carrier, in this case, Intrado, are terminated at the adjacent carrier's selective router (*Id.* at 33). Citing the FCC's *Local Competition Order* ¶554, Intrado argues that Embarq bears the burden of demonstrating that a particular method of interconnection or access at any particular point is not technically feasible (*Id.* at 34).

ISSUE 13 ARBITRATION AWARD

The Commission agrees with the parties that, the point of interconnection to the wireline E9-1-1 network is at the selective router of the E9-1-1 network provider and consistent with the FCC's findings, *In the Matter of the Revision of the Commission's Rules to Ensure Compatibility with Enhanced 911 Emergency Systems, Request of King County*, 17 FCC Rcd 14789, ¶1 (2002), each party bears the cost of getting to the point of interconnection. The Commission further agrees with Embarq that when the company is the requesting carrier, it is responsible for getting its end users' 9-1-1 calls to Intrado's selective router. However, as the Commission decided in its Award for Issue 10, Embarq is not required to establish multiple points of interconnection on Intrado's network. Therefore, the Commission clarifies that Embarq is only responsible for delivering its traffic to an Intrado selective router located within Embarq's service territory. This ruling does not preclude the parties from otherwise mutually agreeing to an additional point or points of interconnection, at any technically feasible point, inside and/or outside of Embarq's territory.

Consistent with the Commission's finding that, as the requesting carrier, Embarq is generally entitled to route its end user's 9-1-1 calls to the point of interconnection (i.e., Intrado's selective router) and engineer its network on its side of the point of interconnection, Embarq is not required to utilize direct end office trunking in conjunction with class marking/line attribute routing. The Commission notes that the requirement to provide network interconnection "that is at least equal in quality to that provided by the carrier to itself" and the requirement of the *Local Competition Order* at ¶554 are both imposed on Embarq under Section 251(c) of the Act. Inasmuch as the Commission has concluded that this portion of the agreement is to be addressed pursuant to Section 251(a) of the Act, the obligations cited by Intrado are not applicable. Additionally, as there is no FCC requirement that a requesting local exchange carrier must use direct end office trunking to the selective router of the E9-1-1 network provider, and given conflicting evidence concerning the reliability and expense of implementing such an arrangement, the Commission declines to require Embarq to use direct end office trunking to route its end users' 9-1-1 calls to Intrado's selective router, when Intrado is the E9-1-1 service provider.

Given the Commission's determination that Embarq is responsible for routing its end users 9-1-1 calls on its side of the point of interconnection, and the Commission's further determination that Embarq is not required to use direct end office trunking to Intrado's selective router, we now focus our attention to the requisite interconnection language associated with this issue. With respect to the competing proposed language for Issues 13-1, 13-2, 13-5, 13-6, 13-7, 13-8, and 13-9, the Commission has determined in Issue 1 and 3 that this type of arrangement is a 251(a) arrangement. Thus, the agreed upon contract language that is consistent with the Commission's Award for Issue 13 is to be included in the interconnection agreement, and clearly delineated as a Section 251(a) arrangement. The

Commission further directs the parties to develop additional contract language for Issue 13, if necessary, to incorporate the Commission's findings herein.

Issue 14: Whether the parties should implement inter-selective router trunking to allow emergency calls to be transferred between selective routers and PSAPs connected to those selective routers while retaining the critical information associated with the emergency call.

The parties disagree on the fundamental question of whether the terms for inter-selective router trunking are governed by Section 251(a) or Section 251(c) of the Act and, if they are governed by 251(a) of the Act, whether they are appropriately contained in this interconnection agreement. A further disagreement arises as to whether terms for inter-selective routing require input from the relevant PSAP(s). Specifically, to the extent that PSAP input is required to implement inter-selective routing, the Commission must determine if the PSAP input should be included in the interconnection agreement. Finally, if the Commission finds that inter-selective router trunking terms are appropriate for this interconnection agreement, the Commission must determine whether ALI data for 9-1-1 calls needs to be transferred and the manner in which this should occur.

Intrado has proposed language that would require the parties to implement inter-selective router trunking upon request from an Ohio county or PSAP. For background, Intrado explains that to allow for 9-1-1 calls to be transferred between PSAPs, an inter-selective router trunk must be deployed between the selective routers of both carrier's networks (Intrado Ex. 2 at 8). Intrado points out that Embarq has similar arrangements within its own network and in place with other incumbent providers in Ohio. Intrado argues that to deny it the benefits of such arrangement would disadvantage both Intrado and its public safety customers. Therefore, Intrado requests that the Commission adopt its proposed terms and conditions regarding inter-selective router trunking (Intrado Initial Br. at 46).

Intrado further points out that the Commission, in its February 5, 2008, Finding and Order in 07-1199, already mandated call transferability between counties. This was mandated due to the Commission's certification of Intrado as a competitive emergency services telecommunications carrier. Intrado avers that the implementation of inter-selective router trunking falls within an interconnection arrangement contemplated by Section 251(c) of the Act (Initial Br. at 46; Intrado Ex. 4 at 26). Intrado argues that there is no need to include a provision in the interconnection agreement that requires parties to obtain a separate, formal agreement with the Ohio county or PSAP as a prerequisite to deploying inter-selective router trunking (Intrado Ex. 4 at 26). Intrado contends that local exchange carriers do not routinely design their interconnection arrangements or service offerings based on specific contract terms with their customers, and that service offerings to PSAPs are no different. Specifically, Intrado explains that, when it comes to designing and defining network architectures, most public safety agencies lack the necessary technical expertise

(Intrado Initial Br. at 50). Notwithstanding its position, Intrado states that it strongly supports the involvement of the county or PSAP in defining 9-1-1 call routing requirements (Tr. II at 70, 71).

Embarq contends that the terms for inter-selective router trunking should not be included in a Section 251(c) arrangement (Embarq Initial Br. at 21). Embarq avers that inter-selective router trunking is a mutual and equal obligation of Intrado and Embarq as peers and, therefore, governed by Section 251(a) of the Act (Embarq Reply Br. at 17,18). Embarq notes that the "[i]nterselective router trunking arrangements are not between two carriers who are competing to provide service to customers within the same geographic territory at the same time. Rather, these arrangements are between PSAP customers of each carrier necessarily in two separate geographic areas" (*Id.* at 18). In support of its position, Embarq states that Intrado's witness Hicks appears to agree with Embarq's position (*Id.* citing Tr. II at 94, 95). Embarq further contends that inter-selective routing is only implemented at the request and with the cooperation of the interconnecting carriers' respective PSAP customers; it is not an arrangement dictated by interconnecting carriers for the purposes of facilitating ongoing competition (*Id.*). Embarq also contends that such arrangements are not developed in a vacuum but require the cooperative efforts of multiple parties, including the affected PSAPs, the 9-1-1 service provider, public safety authorities, and local governments. (Embarq Ex. 5 at 52).

With respect to the issue of the forwarding or "passing" of ALI data, Intrado does not believe Embarq passes ALI during call transfer between PSAPs today but, rather, only ANI. Intrado does believe, however, that it is critical that ALI information be passed with wireline calls to assist emergency personnel. Intrado states that this is especially true for wireless or VoIP calls, or even wireline calls where the caller is unable to communicate (Tr. II, 82). Embarq agrees that inter-selective routing may include ALI steering, which is the establishment of connectivity between each PSAP's ALI database so that the PSAP to which the call is transferred can also obtain ALI information (Embarq Ex. 5 at 52). Embarq's witness Maples acknowledged that he was unaware if Embarq currently sends ALI when calls are transferred between PSAPs (Tr. III, 88). While Embarq does not specifically address the issue of whether ALI data should be required to be transferred when PSAPs transfer 9-1-1 calls to each other, Embarq highlights paragraphs 199, 200, and 209 of the FCC's *Local Competition Order*, which states, in pertinent part, that requesting carriers that wish to interconnect at an "expensive," but technically feasible point, should be required to bear the cost of that interconnection. Further, Embarq opines that the FCC determined that competing carriers must usually compensate ILECs for the additional costs incurred by providing interconnection; and that as long as new entrants compensate ILECs for the economic cost of the higher quality interconnection, competition will be promoted (Embarq Ex. 5 at 84, 85).

ISSUE 14 ARBITRATION AWARD

The Commission, as previously noted in its Award for Issue 1, concurs with Embarq that inter-selective routing agreements connecting two separate 9-1-1/E9-1-1 service providers networks serving two separate PSAPs are subject to Section 251(a), and, therefore, the obligations of the ILEC under Section 251(c) would not apply. The Commission further noted in its Award for Issue 1, that it is administratively efficient to address Section 251(a) and Section 251(c) requests in the context of the same arbitration proceeding in order for the Commission to engage in the appropriate regulatory oversight and to ensure that the ultimate interconnection agreement is in the public interest.

In its 07-1199 Finding and Order, the Commission required that each designated competitive emergency services telecommunications carrier shall interconnect with each adjacent countywide 9-1-1 system to ensure transferability across county lines (07-1199, Finding and Order at 9). Additionally, each competitive emergency services telecommunications carrier is required to ensure call/data transferability between Internet protocol (IP) enabled PSAPs and non-IP PSAPs within the countywide 9-1-1 systems it serves, and to other adjacent countywide 9-1-1 systems, including those utilizing non-IP networks which are served by another 9-1-1 system service provider (*Id.*). This call transfer capability is effectuated via inter-selective router trunking. Therefore, the Commission has required the availability of inter-selective router trunking between adjacent countywide 9-1-1 systems and between Intrado and other 9-1-1 carriers. Thus, the Commission concurs with Intrado that the interconnection agreement should contain the framework for interconnection and interoperability of the parties' networks through inter-selective routing.

While the Commission agrees with both parties that technical input from the PSAPs may ultimately be required in order to establish the network arrangements necessary to transfer 9-1-1 calls between PSAPs, it may also be true that some PSAPs will not desire to provide such input. Therefore, the Commission adopts Intrado's proposed interconnection language as the template for those scenarios in which a PSAP does not wish to provide technical input. The Commission further directs the parties to develop additional language that allows for the flexibility of alternative arrangements that may be requested by the affected PSAPs.

While the Commission has mandated that each competitive emergency services telecommunications carrier shall interconnect with each adjacent countywide 9-1-1 system in order to ensure transferability across county lines, the Commission notes that it has not mandated 9-1-1 call transferability between countywide 9-1-1 systems in non-adjacent counties. Therefore, the Commission directs the parties to develop language stating that the template inter-selective routing provisions only apply to 9-1-1/E9-1-1 service providers serving PSAPs in adjacent counties.

With respect to the issue of ALI transferability between 9-1-1 service providers, the Commission finds that the record is not clear regarding the extent to which Embarq provides such functionality today. Therefore, Embarq will only be required to transfer ALI between selective routers serving PSAP customers to the extent that: (1) Embarq deploys this functionality in its own network, (2) Intrado agrees to compensate Embarq for ALI transfer functionality, or (3) the parties come to a mutual agreement on ALI transferability between PSAPs.

Issue 15: Should the process for Embarq ordering services from Intrado be included in the interconnection agreement?

Intrado has proposed the following language for inclusion as 72.14 of the agreement:

72.14 INTRADO COMM Ordering Processes

72.14.1 Where Embarq is ordering interconnection to INTRADO COMM.'s Intelligent Emergency Network, Embarq will follow INTRADO COMM.'s ordering processes as posted on the INTRADO COMM website.

Intrado argues that its ordering process is similar to the Access Service Request (ASR) process that was developed by ILECs and is routinely in use by the industry today. Therefore, Intrado asserts that its proposed ordering process should be included in this interconnection agreement (Intrado Initial Br. at 59, 60; Tr. I at 168). Intrado points out that the Commission has already indicated that the parties are required to "operate in a cooperative manner" (07-1199, Finding and Order at 7, 8), and that "cooperation among carriers cannot take place unilaterally" (Intrado Initial Br. at 60). Intrado notes that the parties' interconnection agreement addresses the mutual exchange of traffic between their networks, as required by the Act and, therefore, the terms and conditions under which the parties will order services to enable the mutual exchange of traffic (*Id.* at 60). In support of its position, Intrado references the following testimony of its witness Clugy:

I am looking more globally at the 251, purposes of 251, which is for two competing local exchange networks to interconnect their networks for the mutual exchange of traffic. In the case of E911 services which I firmly believe are local exchange services in this arena, competitive local exchange services, there will be a need for Embarq as having end users of traditional dial tone services to have to interconnect and exchange that traffic with Intrado where Intrado is designated as the 911 provider in order for them to effect that interconnection and be able to exchange that traffic with

Intrado, they will need to order services for termination of that traffic on the Intrado selective router

(Tr. I, 168).

Embarq states that the primary dispute between the parties regarding this issue is whether the terms and conditions for Embarq to order services from Intrado are appropriate for inclusion in a Section 251(c) interconnection agreement. Specifically, Embarq submits that such ordering terms and conditions should not be included within a Section 251(c) agreement (Embarq Initial Br. at 22). In support of its position, Embarq references Intrado's own testimony and submits that Intrado appears to agree that these processes are not governed by Section 251(c), but are covered more "globally" under Section 251 (*Id.* citing Tr. I, 168).

Embarq's witness Maples identifies the following additional concerns regarding the ordering processes proposed by Intrado for services purchased by Embarq:

- (1) Embarq has not investigated the process to determine if they are consistent with industry standards (Embarq Ex. 5 at 107; Tr. III, 111, 112);
- (2) They are (or may be) unique (Embarq Ex. 5 at 107);
- (3) They might be unilaterally changed (*Id.*).

Embarq also notes that the express terms of Section 251(c) apply strictly to the ILEC obligation to provide interconnection and unbundled network elements to a telecommunications carrier, and, therefore, do not apply to Intrado's non-ILEC provision of services to Embarq (Embarq Reply Br. at 17).

ISSUE 15 ARBITRATION AWARD

The Commission notes that Rule 4901:1-7-22, O.A.C., includes 9-1-1 listings in its definition of customer information, and that Rule 22(C) requires that "all telephone companies ...use industry developed standards and timelines, ...or a mutually agreed upon equivalent, for the exchange of customer account information between two telephone companies." This rule is applicable to the issue currently before the Commission, as both parties are "telephone companies" as defined under Rule 4901:1-7-01(S), O.A.C., and the information in question pertains to customer account information. The Commission also notes that the process by which Intrado would order services from Embarq is specified in

the interconnection agreement, and there is no dispute between the parties with regard to that language.

The establishment of ordering processes via a website is consistent with industry standards. Therefore, Intrado's proposed language regarding the process by which Embarq will order services from Intrado is appropriate for inclusion in the interconnection agreement. Notwithstanding this determination, the Commission finds that Intrado's proposed language is overbroad inasmuch as it simply states "as posted on INTRADO COMM's website." The Commission is well aware how readily the information posted on a website can be changed. Therefore, consistent with Embarq's concerns, including those regarding unilateral changes to the ordering process, and the need for industry standard forms and procedures, the parties are to be directed to negotiate supplemental interconnection agreement language relative to the ordering process in order to provide more clarity and efficiency as to the implementation of the ordering process. In doing so, the parties should be mindful that all ordering processes should be consistent with existing industry standards, where applicable, consistent with Rule 4901:1-7-22(C), O.A.C., and that any changes to the ordering process will be subject to prior mutual agreement.

The question of whether certain areas of operations between Embarq and Intrado, whether governed by Section 251(a) or Section 251(c), should be covered in a single, arbitrated interconnection agreement is discussed in the Commission's Award for Issue 3, and will not be repeated here. Ultimately, the Commission is persuaded that, where applicable, language covering the ordering systems of both parties is appropriate for inclusion in a Section 251 interconnection agreement. With respect to Issue 15, the Commission determines that Section 251(c) is not applicable to the ordering processes of Intrado inasmuch as Section 251(c) applies to services provided by an ILEC (e.g., Embarq) to a requesting telecommunications carrier (Intrado) and does not apply to Intrado's provision of services to Embarq. Furthermore, Intrado does not appear to dispute that Section 251(c) does not apply to this issue. Therefore, consistent with the Commission's Award for Issue 3, the language described above pertaining to Issue 15 should be included in the final interconnection agreement and specifically designated as a Section 251(a) provision.

Issue 17: Should the term "designated" or the term "primary" be used to indicate which party is serving the 9-1-1 authority?

Intrado submits that in a competitive 9-1-1/E9-1-1 service market, an Ohio county has the right to designate the entity from which it seeks to purchase service. Therefore, Intrado believes that the Commission should adopt the company's proposed language relative to Issue 17-1, which provides that:

In government jurisdictions where Embarq has obligations under existing agreements as the designated provider of the 9-1-1 System to the county (Host Intrado Comm.), Intrado Comm. shall

participate in the provision of the 9-1-1 System in accordance with this agreement or applicable tariffs, as appropriate.

Similarly, Intrado Comm. believes that the Commission should adopt the company proposed language relative to Issue 17-2, which provides that:

In government jurisdictions where Intrado Comm. has obligations under existing agreements as the designated provider of the 9-1-1 System to the county (Host Intrado Comm.), Embarq shall participate in the provision of the 9-1-1 System in accordance with this agreement or applicable tariffs, as appropriate.

In support of its proposed language, Intrado submits that the Commission itself utilized the term "designated" in the 07-1199, Finding and Order, when it stated that a competitive emergency service telecommunications carrier needs to be designated by the county in order to be the 9-1-1/E9-1-1 service provider and that such provider is permitted "to carry all calls throughout the county for such types of telecommunications services designated by the county" (Intrado Initial Br. at 51, citing 07-1199, Finding and Order at 8). Intrado asserts that once a county designates a 9-1-1 service provider for a particular type of traffic, that company is the 9-1-1/E9-1-1 service provider for that type of traffic and there is no secondary carrier involved (Intrado Ex. 4 at 31). Intrado opines that Embarq's use of the term "primary" results in the mistaken belief that there is also a secondary provider (Intrado Initial Br. at 52).

In response to Embarq's contention that the terms "primary" and "secondary" are necessary to ensure that Embarq can continue to charge counties for the services that Embarq provides when Intrado is the designated 9-1-1/E9-1-1 service provider, Intrado states that Embarq should have no right to charge Ohio counties for services that the company no longer provides (*Id.* at 53 citing *Petition for Declaratory Statement Regarding Local Exchange Telecommunications Network Emergency 911 Service*, by *Intrado Communications Inc.*, Order No. PSC-8-0374-DS-TP [Fla. P.S.C. June 4, 2008]). Similarly, Intrado believes that an Ohio county should not be required to incur unnecessary costs simply because it chooses a competitive 9-1-1/E9-1-1 provider (Tr. I, 110). Intrado avers that by adopting its proposed term "designated" the Commission will ensure that Embarq does not attempt to seek compensation for services based solely on the use of descriptive terms rather than any service actually provided by Embarq (Intrado Reply Br. at 103).

Intrado points out that Embarq has failed to delineate the services that the company will continue to provide when Intrado is designated as the 9-1-1/E9-1-1 service provider (Initial Br. at 53, Reply Br. at 19). Intrado notes that if Intrado is designated as the 9-1-1/E9-1-1 service provider, Embarq should no longer be allowed to charge counties for selective routing inasmuch as it will no longer be terminating the call to the PSAP (Tr. II, 97). Similarly, Intrado believes that Embarq will no longer be providing ALI services or

database management services once Intrado is designated as the 9-1-1/E9-1-1 emergency services provider (Intrado Ex. 4 at 31).

Embarq disagrees with Intrado's use of the term "designated" for a number of reasons. First, Embarq submits that the terms "primary" and "secondary" provider are well established in the 9-1-1 industry and that their definitions do not conflict with the Commission's Finding and Order in 07-1199 (Initial Br. at 22, 23; Embarq Ex. 5 at 109). Embarq defines a primary provider as the entity that has overall responsibility for providing the 9-1-1 service to a PSAP and generally provides the routing and/or database services to the PSAP (*Id.*). Embarq defines a secondary provider as the entity that provides support services to the primary provider to allow end users or subscribers served by the secondary provider to be integrated into the 9-1-1 system provided by the primary provider. Despite Intrado's contention to the contrary, Embarq believes that it can serve in a secondary provider capacity when Intrado is chosen as the emergency services provider. Embarq asserts that it is entitled to recover its costs that are related to the service that it performs in supporting 9-1-1 services (*Id.*). Additionally, Embarq points out that Intrado itself acknowledges that there may be some situations where Embarq is entitled to compensation even when it is not the primary provider (Embarq Reply Br. citing Intrado Initial Br. at 53).

Therefore, Embarq believes that the Commission should adopt the company's proposed language relative to Issue 17-1, which provides that:

In government jurisdictions where Embarq has obligations under existing agreements as the primary provider of the 9-1-1 System to the county (Host Embarq), Intrado Comm. shall participate in the provision of the 9-1-1 System in accordance with this Agreement or applicable tariffs, as appropriate.

Similarly, Embarq believes that the Commission should adopt the company proposed language relative to Issue 17-2, which provides that:

In government jurisdictions where Intrado Comm. has obligations under existing agreements as the primary provider of the 9-1-1 System to the county (Host Intrado Comm.), Embarq shall participate in the provision of the 9-1-1 System in accordance with this agreement or applicable tariffs, as appropriate.

ISSUE 17 ARBITRATION AWARD

Upon a review of the arguments presented, the Commission determines that Intrado's proposed language for Issues 17-1 and 17-2 is appropriate and best satisfies the intentions of the Commission's February 5, 2008, Finding and Order in 07-1199 relative to

the concept of a county designating certain 9-1-1 traffic to a competitive emergency service provider for the purpose of transmitting the traffic to the PSAP. Specifically, the Commission notes that the February 5, 2008, Finding and Order, provides that:

Intrado, or any other competitive emergency services telecommunications carrier, may not operate as 9-1-1 system service provider in a countywide system until such time as the county has amended its 9-1-1 plan to identify that carrier as the 9-1-1 carrier of choice for the **designated** telecommunications (e.g., wireline, wireless, VoIP etc.). The ILEC shall continue to act as the 9-1-1 system service provider for those types of telecommunication services not **designated** to the competitive emergency services telecommunications carrier by the county. Any competitive emergency services telecommunications carrier authorized to act as a countywide system service provider must carry all calls throughout the county for such types of telecommunications services **designated** by the county. In addition to the ILEC, there may be no more than one competitive emergency services telecommunications carrier **designated** by the county per countywide 9-1-1 system.

Once the countywide 9-1-1 plan has been amended and the competitive emergency services telecommunications carrier is **designated** to operate within the specified county, the competitive emergency services telecommunications carrier shall file both the amended plan and an amended tariff listing both the county which has chosen it to provide 9-1-1 service and the telecommunication services **designated** by the county to be carried by the competitive emergency services telecommunications carrier (Emphasis added).

In reaching this determination, the Commission agrees with Intrado that the use of the term "primary" results in the unsupported assertion that there is also a secondary emergency services provider that will charge the PSAP for the provisioning of 9-1-1 service that has been designated to the competitive emergency services telecommunications carrier. Additionally, the Commission agrees with Intrado that Embarq should have no right to charge Ohio counties for services that the company no longer provides. The Commission notes that Embarq has failed to identify any specific charges that it believes a secondary emergency service provider may assess to a PSAP. To the extent that Embarq can, in the future, identify such a charge and can justify why it should be assessed to the PSAP, the Commission may consider such arguments at the appropriate time.

Notwithstanding the determination regarding this issue, the Commission recognizes that even in the scenario in which a county designates Intrado as the 9-1-1 emergency

service provider for the purpose of transporting 9-1-1 traffic to the PSAP, Embarq is entitled to continue to receive the end user 9-1-1 surcharge assessed pursuant to Section 4931.47, Revised Code, inasmuch as such surcharge is intended to reimburse Embarq for its recurring charges associated with transmitting end user 9-1-1 traffic to the PSAP and is not a charge to the PSAP itself.

Issues 18-3 through 18-10 Whether provisions regarding 9-1-1 database access when Intrado Comm. is the designated 9-1-1/E9-1-1 service provider are appropriate in what Intrado identifies as a Section 251(c) agreement, or as a "commercial agreement" identified by Embarq as a Section 251(a) agreement

Issues 18-1 through 18-11 are each identified in the Joint Issues Matrix as "How the Parties will obtain access to each other's basic 9-1-1 and E9-1-1 databases." In addition, the issues remaining in dispute (18-3 through 18-10) all pertain to Section 75.2.7 of the proposed interconnection agreement. Therefore, the Commission will address this series of issues as a single, contiguous issue. With regard to the specific language of the proposed interconnection agreement, in each area of the Joint Issues Matrix that specifies language disagreement relative to these identified disputed issues, the Commission notes that, in actuality, the parties' proposed language in the Joint Issues Matrix is either identical in nature or Embarq has indicated that it would accept the language proposed by Intrado "in the context of a commercial agreement with Intrado," but would oppose it in the context of a Section 251(c) agreement (Joint Issues Matrix). Embarq has stated on the record that it is using the term "commercial agreement" in this context to refer to interconnection under Section 251(a) of the Act (Tr. III, 108).

Intrado asserts that provisions regarding database access when it is the designated provider to a PSAP are appropriate for inclusion in a Section 251(c) interconnection agreement (Initial Br. at 64). Intrado clarifies that it is not requesting Embarq's ALI database records at unbundled network element rates but, rather, is requesting that Embarq provide its subscriber data so that Intrado can create its own ALI records (Reply Br. at 10). In particular, Intrado states that it is seeking the service order data gathered by Embarq during its service order process. Intrado opines that providing this subscriber data is Embarq's obligation as a local exchange company and has nothing to do with the unbundling requirements of Section 251(c)(3) (*Id.*; Tr. II, 74). Additionally, Intrado notes that there is no technical issue between the parties with respect to the disputed provisions. Rather, the dispute pertains to the inclusion of the proposed language in a Section 251 interconnection agreement (Tr. I, 163; Intrado Ex. 2 at 11).

Embarq states that provisions regarding database access when Intrado is the 9-1-1 service provider should be addressed in a "commercial agreement" rather than a 251(c) interconnection agreement (Embarq Initial Br. at 23). Additionally, Embarq maintains that Intrado is inappropriately requesting access to Embarq's ALI database as an unbundled

network element. Embarq maintains that the obligation to unbundle its ALI database does not apply in the situation where Intrado is the designated provider to a PSAP. The obligation to provide unbundled access to the ALI database is, according to Embarq, a "carrier facing" requirement that applies when Embarq is the designated provider to a given PSAP. Embarq also maintains that the fact that Intrado is limiting its service to one type of customer does not permit Intrado to use the requirements under Section 251(c) of the Act to require Embarq to create an ALI database for it at a discounted rate (Embarq Initial Br. at 9, Embarq Ex. 5 at 49).

Relative to Intrado's request that Embarq make its ALI records available at unbundled network element rates pursuant to Section 251(c) for incorporation into the ALI database created and maintained by Intrado as the 9-1-1 service provider to the PSAP, Embarq asserts that such a request should be denied (Embarq Ex. 5 at 58, 59). In support of its position, Embarq points out that in the relevant scenario in which Intrado is serving the PSAP, Embarq is not the database provider but, instead, is a contributor to Intrado's database, which is controlled by Intrado (Tr. III, 78). Based on this assertion, Embarq states that the relevant ALI database is not an Embarq network element and, therefore, the unbundling rules under Section 251(c) of the Act do not apply to Intrado's request for subscriber records (Embarq Reply Br. at 15, Embarq Ex. 5 at 49).

ISSUES 18-3 THROUGH 18-10 ARBITRATION AWARD

Issues 18-3 through 18-10, as presented in the Petition for Arbitration and in the Joint Issues Matrix, identify the issue at hand as; "How the Parties will obtain access to each other's basic 9-1-1 and E9-1-1 databases." However, the issue as presented in the parties' positions as outlined in the Joint Issues Matrix, as well as each party's testimony and briefs, centers around whether the language covering the sharing and transmission of database information is appropriate for consideration in this proceeding and whether the disputed language should be considered pursuant to Section 251(a) or Section 251(c) of the Act.

As is discussed in the Commission's Award for Issues 1 and 3, the Commission finds that, for reasons of both administrative efficiency and matters of public interest, this transaction should be covered by a single interconnection agreement incorporating both Section 251(a) and Section 251(c) provisions. As also discussed at length in the Commission's Award for Issue 1, the question of whether a given transaction between the parties falls under the duties imposed on both parties pursuant to Section 251(a) or upon Embarq pursuant to Section 251(c) depends upon the nature of the individual transaction. For the reasons noted above, the interconnection agreement should describe the complete range of Section 251 transactions between the parties.

With respect to the issue of the accessibility of the ALI database, two pertinent issues need to be addressed: (1) the creation of an ALI database by Intrado, and (2) the ongoing maintenance of the database. The parties appear to be in agreement as to the mechanics of

both processes. The fact that Intrado plans on building its own ALI database was confirmed in the testimony of Intrado's witness Spence-Lenss:

That ALI database would have to – the process that we go through, and I have direct experience in this as a client of Intrado's, is that they would take the existing [Master Street Address Guide] MSAG and they would create a new ALI database. It's almost an audit of the data to ensure accuracy. So we don't take any existing databases. They would create a database because it's a new client, and we feel that we owe them to create a new ALI database for that particular PSAP and Intrado, Inc. that we would be using. We would need to create a new ALI database for a new client (Tr. II, 110).

In addition, both parties observe that Intrado is dependent on Embarq, as well as other providers, for the data needed to maintain an accurate and up-to-date ALI database, and that the provision of this data is incumbent on all carriers, independent of ILEC unbundling obligations (Tr. III, 76; Intrado Reply Br. at 10).

With regard to the provision of the entire ALI database, the Commission agrees with Embarq, that its obligation to unbundle its ALI database under Section 251(c) does not apply in the scenario in which Intrado is the designated provider to a PSAP. While the Commission agrees with Embarq that the Section 251(c)(3) obligation and the FCC's current requirement in 47 C.F.R. §51.321(f) to provide access to Embarq's unbundled 9-1-1 databases applies where Embarq is the designated service provider to the PSAP, based on the record, it does not appear that Intrado is requesting that Embarq supply its ALI database as an unbundled network element.

Where Intrado is the designated service provider to the PSAP, Intrado agrees as stated *supra*, that Embarq and other telephone companies will contribute their subscriber information to Intrado so that it can build its own ALI database, which falls outside of Embarq's Section 251(c) obligations (Intrado Reply Br. at 10 citing Tr. II, 74). Embarq notes this as well, stating that Intrado is "entirely dependent" on Embarq and other providers for this data, but that it is not a Section 251(c) obligation (Embarq Initial Br. at 9; Tr. III, 76-78).

As noted *supra*, the parties appear to be in agreement as to the language under which database access should be provided. In addition, while the parties argued in testimony and on brief as to whether Section 251 (a) or (c) applies to such database access, the parties, in actuality, do not appear to be in significant dispute, agreeing that the obligation to provide service order data to build and/or maintain an ALI database is incumbent on all providers, and lies outside of the ILECs' Section 251(c) obligations (Joint Issues Matrix at 28-36; Intrado Reply Br. at 10 citing Tr. II, 74; Tr. III 76-78). The Commission therefore concludes that the language proposed by Intrado for these issues, including the ongoing provision of subscriber records by Embarq to Intrado, should be included in the resulting interconnection agreement, pursuant to Section 251(a) of the Act.

Issue 19: What Embarq will charge Intrado for interconnection and unbundled network element access?

Intrado states that the rates that it has proposed for Embarq to interconnect to its network are similar to the entrance facility or port charges that Embarq assesses competitors for interconnection to Embarq's network. Therefore, Intrado submits that its proposed rates should be adopted for inclusion in the interconnection agreement. According to Intrado witness Hicks, there is no dispute between the parties with regard to the rates Intrado would pay Embarq for unbundled network elements (Tr. II, 88).

Further, Intrado states that it has provided Embarq with rates for ports on Intrado's network (Intrado Ex. 4, TH-10) and points out that it does not charge for MSAG downloads (Intrado Initial Br. at 59). Intrado opines that, based upon the testimony of Embarq's witness Maples, Embarq does not appear to have an issue with the proposed port rates (Intrado Initial Br. at 59 citing Tr. III, 132). Intrado points out that Embarq's witness Maples agrees that a competitor's provision of E9-1-1 services requires interconnection to the public switched telephone network (Intrado Initial Br. at 9; Tr. III, 74). Intrado explains that its interest in this proceeding is to obtain unbundled network element loops for the purpose of delivering traffic to the PSAP. Further, Intrado asserts that it will "meet the requirements of the law" with regard to its requests for unbundled network elements (Intrado Reply Br. at 9).

Finally, to the extent that Embarq has attempted to raise 9-1-1 funding issues in the context of this arbitration proceeding, Intrado submits that how each party recovers its costs from its end users is not an issue for this case. Intrado states that the question of how 9-1-1 funding mechanisms will apply in a competitive 9-1-1 environment is an issue that is beyond the scope of this proceeding (Intrado Reply Br. at 24).

Embarq argues that its unbundled network element price list should only be applied to unbundled network elements that Intrado is entitled to purchase under the interconnection agreement (Embarq Initial Br. at 24). Embarq states that it does not believe that Section 251(c) of the Act applies when Intrado is the designated provider to a PSAP inasmuch as it is not required to make unbundled network elements available to Intrado under this scenario (Embarq Initial Br. at 8). Embarq further argues that, to the extent that Section 251(c) of the Act is applicable, Embarq is only required to make available existing copper loops, DS1 loops, DS3 loops, DS1 and DS3 dedicated transport, and dark fiber to meet the unbundling obligation consistent with the Act (Embarq Initial Br. at 8; Embarq Reply Br. at 14; Embarq Ex. 5 at 58). Finally, Embarq questions the practicality of Intrado's request for unbundled network elements for the last mile connection to PSAPs. In support of its position, Embarq points out that collocation at its end offices is a requirement for the use of unbundled network elements. Therefore, Embarq submits that the facilities that it

has offered Intrado pursuant to a commercial agreement are a more practical alternative (Initial Br. at 8, 9; Embarq Ex. 5 at 61).

Embarq additionally argues that all of the services provided by Intrado are not strictly telephone exchange services. Embarq states that while Intrado's provision of wireline 9-1-1 services may be considered as a telecommunication service, Intrado's provision of 9-1-1 terminations to IP-enabled services providers are information services, as are database administration and management services. Embarq argues that Intrado is not entitled to purchase unbundled network elements to either terminate calls from IP-enabled providers to the PSAPs Intrado serves, or to handle IP-based database administration and management services over those unbundled network elements (Embarq Reply Br. at 9). Embarq also argues that under those instances where a PSAP implements IP customer premise equipment, the service Intrado provides to that PSAP is not subject to the Commission's jurisdiction (*Id.* at 9, 10 citing Tr. III at 22). Finally, Embarq argues that "the facilities that are like[ly] to comprise Intrado's Next Generation 911 network are not available as [unbundled network elements] UNEs under current law" (Embarq Reply Br. at 14, 15).

Embarq further goes on to discuss cost recovery under Ohio's funding statutes. Embarq points out that Section 4931.47, Revised Code, details how participating telephone companies are to recover both their nonrecurring and their recurring costs for provision of the services required to operate the 9-1-1 network. Embarq notes that if Intrado was selected as the designated wireline E9-1-1 provider for a county, and that county amended their plan to reflect that selection, Embarq would make the needed changes to its system and would recover their costs in accordance with Section 4931.47, Revised Code (Initial Br. at 25, Embarq Ex. 5 at 122, 123). Embarq notes that Intrado would be similarly entitled to the cost recovery outlined in Ohio statutes. Therefore, Embarq concludes that it should not be required to pay for services that Intrado provides to their PSAP end users (Initial Br. at 25, Embarq Ex. 5 at 123).

ISSUE 19 ARBITRATION AWARD

Issue 19, as presented in the Petition for Arbitration and in the Joint Issues Matrix, identifies the issue at hand as; "What Embarq will charge Intrado for interconnection and unbundled network element access?" However, the issue as presented in the parties' testimony and briefs does not comport with that description of the issue. Instead, each party has presented proposed pricing for various services that it will make available under the interconnection agreement. There is no identified dispute with regard to the pricing *per se*, as neither party has indicated that it takes issue with the rates proposed by the other. Therefore, the Commission finds that the issue, as presented within the petition as Issue 19, is moot. However, the question of Intrado's request to purchase unbundled network element loops under Section 251(c) of the Act in order to terminate traffic to their PSAP

customers remains as the only pricing issue that has not been resolved by the Commission elsewhere in this Award.

With regard to Intrado's use of unbundled network loops to deliver traffic to a PSAP, the Commission notes that Embarq's witness stated that "[u]nder current technology, it would probably be appropriate" (Tr. III at 126). Additionally, while Embarq maintains that only certain types of loops are available, and require collocation at Embarq's end offices (Initial Br. at 8, 9), Intrado asserts that it will be requesting unbundled network element loops on a basis consistent with current law (Intrado Reply Br. at 9). The Commission agrees with both parties that, pursuant to Section 251(c) of the Act, unbundled network elements are available subject to certain limitations, and notes that these limitations are found in the FCC's rules (i.e., 47 C.F.R. §§51.301 - 51.321).

The disputed interconnection agreement currently before the Commission for consideration is "based on current technology." Therefore, the Commission need not speculate as to whether some future technology, or future implementation of existing technologies by PSAPs, will change the current interpretation of the Act. While Embarq is correct in its assertion that, under current technologies, some of the traffic that would pass over unbundled network element loops connecting to the PSAPs served by Intrado would otherwise be classified as information services, the Commission notes that under the FCC's rules, "[a] telecommunication carrier that has interconnected or gained access under Section 251(a)(1), Section 251(c)(2), or Section 251(c)(3) of the Act, may offer information services through the same arrangement, so long as it is offering telecommunications services through the same arrangement as well" (47 C.F.R. §51.100[b]).

Therefore, the Commission finds that the request by Intrado to purchase unbundled network element loops under Section 251(c) of the Act for delivery of traffic to PSAPs is appropriate, subject to the limiting provisions contained in 47 C.F.R. §§51.307 - 51.311. The parties are instructed to include in the interconnection agreement, all relevant prices for services to be provided under the agreement, subject to the constraints set forth in Section 2.2 of the interconnection agreement discussed *supra*. With regard to the individual parties' cost recovery from their respective customers, the Commission finds that the manner in which the parties recover their 9-1-1 costs was not presented as an issue for this arbitration, and is unrelated to the issue of what Embarq should charge Intrado for unbundled network elements.

IV. OUTSTANDING PROCEDURAL MATTERS

As noted *supra*, AT&T Ohio filed a reply brief in this matter on June 20, 2008. On July 7, 2008, Intrado filed a motion to strike AT&T Ohio's reply brief. In support of its motion, Intrado asserts that the AT&T Ohio's filing of its reply brief violates the Commission's procedural rules, the Commission's arbitration rules, and the Communications Act of 1934. Intrado emphasizes that AT&T Ohio has neither been

granted "party" status pursuant to Rule 4901:1-1-10(A), O.A.C., nor has it requested such status. To the extent that AT&T Ohio would seek intervention at this late date, Intrado asserts that such an attempt would be untimely in accordance with Rule 4901:1-1-11(E), O.A.C., inasmuch as AT&T Ohio is only now attempting to interject itself in this hearing, more than three weeks after the hearing has occurred. Further, Intrado contends that AT&T Ohio has not demonstrated any extraordinary circumstances that would warrant its intervention in this proceeding and that acceptance of AT&T Ohio's reply brief would prejudice Intrado due to the fact that there is no support for the factual and legal arguments made by AT&T Ohio in either the petition or the corresponding response. Finally, Intrado asserts that acceptance of AT&T Ohio's reply brief would be a violation of both the Act and the Commission's own rules inasmuch as both limit the Commission's consideration of arbitration issues to those raised in the arbitration petition or the corresponding response (Intrado Memorandum Contra at 1, 2 citing 47 U.S.C. 252[b][4] and Rule 4901:1-7-09[B], O.A.C.). To the extent that AT&T Ohio considers its filing to be an *amicus* brief, Intrado highlights the fact that AT&T Ohio failed to seek leave to intervene and file its brief in a manner similar to those scenarios addressed in AT&T Ohio's cited cases (Reply Memorandum at 1, 2).

In support of the filing of its reply brief, AT&T Ohio explains that a number of the issues in this proceeding may be the same or overlap significantly with those in its pending arbitration proceeding with Intrado. AT&T Ohio points out that the instant case is a case of first impression regarding interconnection issues between a competitive emergency services telecommunications carrier and an incumbent local exchange company.

AT&T Ohio describes its filing as an *amicus curiae* brief that is intended to provide an additional perspective on some of the novel issues raised by Intrado in light of the fact that they raise new questions that may also affect other arbitrations. The company asserts that it merely seeks to comment on the issues as they have been framed by the parties and does not seek to add new issues or change any of the existing issues. AT&T Ohio submits that such briefs are not prohibited by the Commission's rules and that the submission of its brief is not inconsistent with the Commission ultimately basing its decision on the actual record before it. AT&T Ohio contends that the Commission has accepted amicus briefs in past proceedings, including other Section 252 arbitration proceedings (Memorandum Contra at 2).

Upon a review of the arguments raised with respect to this issue, the Commission finds that the Intrado's motion to strike should be granted and AT&T Ohio's reply brief shall be stricken in its entirety and shall not be considered for the purposes of this proceeding. In reaching this decision, the Commission agrees with Intrado's contention that at a minimum, AT&T Ohio was obligated to seek leave to file its reply brief, alternatively, or should have filed intervention in a timely manner in order to have properly protected its interests. To do otherwise, will result in the submission of late-filed arguments

that may not provide any additional assistance to the Commission and, at the same time, may prejudice existing parties to this proceeding.

It is, therefore,

ORDERED, That Intrado and Embarq incorporate the directives set forth in this Arbitration Award within their final interconnection agreement. It is, further,

ORDERED, That, within 30 days of this Arbitration Award, Intrado and Embarq shall docket their entire interconnection agreement for review by the Commission, in accordance with the Rule 4901:1-7-09, O.A.C. If the parties are unable to agree upon an entire interconnection agreement within this time frame, each party shall file for the Commission to review its version of the language that should be used in a Commission-approved interconnection agreement. It is, further,

ORDERED, That within ten days of the filing of the interconnection agreement, any party or other interested persons may file written comments supporting or opposing the proposed interconnection agreement language and that any party or other interested persons may file responses to comments within five days thereafter. It is, further,

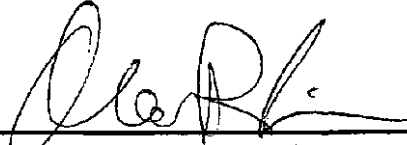
ORDERED, That nothing in this Arbitration Award shall be binding upon this Commission in any subsequent investigation or proceeding involving the justness or reasonableness of any rate, charge, rule, or regulation. It is, further,

ORDERED, That this Arbitration Award does not constitute state action for the purpose of antitrust laws. It is not our intent to insulate any party to a contract from the provisions of any state or federal law that prohibits restraint of trade. It is, further,

ORDERED, That this docket shall remain open until further order of the Commission. It is, further,

ORDERED, That a copy of this Arbitration Award be served upon Intrado, Embarq, their respective counsel, and all interested persons of record.

THE PUBLIC UTILITIES COMMISSION OF OHIO



Alan R. Schriber, Chairman

Paul A. Centolella

Ronda Hartman Fergus

Valerie A. Lemmie

Cheryl L. Roberto

JA/JL/CK/MT/LS;geb

Entered in the Journal

SEP 24 2008



Renee J. Jenkins
Secretary

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Petition of Intrado)
Communications, Inc. for Arbitration of In-)
terconnection, Rates, Terms, and Condi-)
tions and Related Arrangements with) Case No. 07-1216-TP-ARB
United Telephone Company of Ohio dba)
Embarq and United Telephone Company of)
Indiana dba Embarq, Pursuant to Section)
252(b) of the Telecommunications Act of)
1996.)

ENTRY ON REHEARING

The Commission finds:

- (1) On September 24, 2008, the Commission issued its arbitration award (Award) in this proceeding resolving those disputed issues brought before the Commission for resolution. Additionally, the Commission directed the parties to incorporate the Award into their entire interconnection agreement and file it for the Commission's consideration.
- (2) Section 4903.10, Revised Code, states that any party to a Commission proceeding may apply for rehearing with respect to any matter determined by the Commission within 30 days after the entry of the order upon the journal of the Commission.
- (3) On October 24, 2008, Intrado Communications, Inc. (Intrado) filed an application for rehearing asserting that the Commission incorrectly decided the following five arbitrated issues:
 - (a) Section 251(c) of the Telecommunications Act of 1996 (1996 Act) does not apply when Intrado is the 9-1-1/E9-1-1 service provider (Issue 1).
 - (b) Within the interconnection agreement, United Telephone Company of Ohio dba Embarq/United Telephone Company of Indiana dba Embarq (collectively, Embarq) and Intrado are required to delineate which provisions relate to Section 251(c) and which provisions relate to Section 251(a) (Award at 15).

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- (c) Embarq is not required to establish two points of interconnection on Intrado's network or to deliver its traffic to an Intrado selective router located outside of Embarq's service territory (Issues 10 and 13).
 - (d) Intrado is required to establish additional points of interconnection on Embarq's network for the exchange of non 9-1-1 traffic (Issue 10).
 - (e) Inter-selective routing agreements are subject to Section 251(a) and, therefore, the obligations of Embarq under Section 251(c) would not apply (Issue 14).
- (4) Additionally, with respect to Issue 14, Intrado seeks clarification specific to the requirements regarding transfer of automatic location information (ALI) between selective routers.
 - (5) On October 30, 2008, Embarq filed a motion for an extension of time to file its memorandum contra Intrado's application for rehearing and a request for an expedited ruling. Specifically, Embarq seeks an additional three days for the purpose of responding to Intrado's application for rehearing. In support of its request, Embarq states that it was not served with the application for rehearing until late on Friday October 24, 2008. Further, counsel for Embarq explains that he "was unable to devote any time to preparing Embarq's memorandum contra because he has been involved in an arbitration [Case No. 08-45-TP-ARB] . . ." (Memorandum in Support at 2, October 30, 2008). Finally, Embarq represents that counsel for Intrado has agreed to the requested extension of time and the expedited ruling.
 - (6) Embarq's motion for an extension of time and request for an expedited ruling are reasonable and should be granted.
 - (7) On November 6, 2008, Embarq filed its memorandum contra Intrado's application for rehearing. Embarq opines that Intrado's application for rehearing raises no new arguments for the Commission's consideration and, therefore, the application for rehearing should be summarily denied.
 - (8) In an entry on rehearing issued on November 12, 2008, the Commission granted rehearing in order to further consider the arguments raised on rehearing.

- (9) Issue 1 pertains to the question of whether Intrado is entitled to Section 251(c) interconnection and Section 252 arbitration. In considering this issue, the Commission noted that Section 251(c) applies to the situation in which a telecommunications carrier seeks to interconnect with the incumbent local exchange company (ILEC) for the purpose of the transmission and routing of telephone exchange service and exchange access. The Commission found that Section 251(a), and not Section 251(c), applies when Intrado is the 9-1-1 service provider and when Intrado and Embarq each serve a different public safety answering point (PSAP) and transfer calls between each other. The Commission did determine that Section 251(c) is applicable when Embarq is the 9-1-1 service provider to the PSAP.
- (10) In its application for rehearing, Intrado asserts that the Commission erred by creating an unreasonable distinction that has no basis in law and deprives Intrado of the rights that it is entitled to by virtue of its status as a competitive telecommunications carrier providing telephone exchange service. Intrado submits that Section 251(c) governs interconnection between an ILEC and a competitor in all circumstances and that the Commission does not have the discretion to determine that an ILEC is only required to comply with its obligations based on case-specific facts as raised in the parties' proposals.

In support of its position, Intrado asserts that the 1996 Act and the Federal Communications Commission's (FCC) rulings are clear that all ILEC-competitive local exchange company (CLEC) interconnection is governed by Section 251(c), and not Section 251(a). Intrado focuses on its need for assurance that it will receive interconnection that is at least equal in quality to that provided by the ILEC to itself or to any of the ILEC's affiliates. As examples of the need for interconnection that is at least equal in quality to what the ILEC provides to itself, Intrado references Issues 10 and 13 regarding the required number and location of the points of interconnection. Additionally, Intrado refers to Issue 14 and contends that the Commission erred by determining that Section 251(a) should apply to the interconnection and interoperability of networks through inter-selective router trunking (fifth assignment of error). Specifically, Intrado posits that the Commission, in its Finding and Order in Case No. 07-1199-TP-ACE (07-1199), In the Matter of the Application of Intrado Communications Inc. to Provide Competitive Local Exchange Services in the State of Ohio, mandated interoperability

through the implementation of inter-selective router trunking. Intrado contends that this interoperability falls directly under the auspices of Section 251(c), which is intended to ensure the seamless exchange of information between an ILEC and a competitor.

Intrado believes that its position regarding Section 251(c) is justified based on the need to address the unequal bargaining power inherent in the negotiations between ILECs and competitors. Intrado opines that Section 251(a) is applicable to those scenarios in which the parties have equal bargaining power (e.g., ILEC-ILEC or CLEC-CLEC), whereas Section 251(c) is intended for those scenarios in which the parties to an interconnection agreement have unequal bargaining power (e.g., ILEC-CLEC).

- (11) Embarq contends that Intrado has incorrectly ignored that Section 251(c), 47 C.F.R. 51.305 and Rule 4901:1-7-06, Ohio Administrative Code (O.A.C.), all provide that interconnection under Section 251(c) must be at a point within the ILEC's network. In light of the fact that Intrado is demanding that Embarq interconnect at Intrado's selective router on Intrado's network, Embarq opines that Section 251(c) does not apply. Additionally, Embarq disputes Intrado's contention that the FCC previously determined that Section 251(c) applies to all ILEC-CLEC interconnections or that Section 251(a) applies only to CLEC-CLEC or ILEC-ILEC interconnections. Finally, Embarq disputes Intrado's contention that Section 251(a) applies when parties have equal bargaining power and that Section 251(c) applies when parties have unequal bargaining power.
- (12) Upon a review of the arguments set forth specific to the first and fifth assignments of error, the Commission finds that Intrado fails to raise any new arguments for the Commission's consideration. Therefore, Intrado's application for rehearing with respect to these assignments of error are denied.

While denying Intrado's application for rehearing based on the aforementioned rationale, the Commission will address some of the specific arguments raised by Intrado. In response to Intrado's argument that it is entitled to Section 251(c) interconnection under each of the proposed scenarios, the Commission points out that, while this statutory provision establishes obligations on the ILEC for the purpose of providing interconnection for the facilities and equipment of any requesting telecommunications carrier, under the scenario in which Intrado is the 9-1-1 service provider, it is Embarq that will be seeking to establish interconnection with Intrado's net-

work for the purpose of terminating traffic. Therefore, Intrado misapplies Section 251(c) for its own purpose and is seeking obligations from the ILEC that are not applicable in this case, including the request for interconnection on Embarq's network that is of equal quality to what Embarq provides to itself.

Section 251(c) provides protections to help ensure that a CLEC's customers can place and receive calls from customers of an ILEC. Based on Intrado's acknowledgement that it will not be engaged in the transmitting of calls to the ILEC's subscribers (See Case No. 07-1199-ACE, Finding and Order at 1, 5, February 5, 2008) the interconnection arrangement in this case is best addressed pursuant to Section 251(a), which deals with the interconnection of facilities and equipment between two telecommunications carriers.

Additionally, while we previously determined that competitive emergency services telecommunications carriers are generally entitled to all rights and obligations of a telecommunications carrier pursuant to Sections 251 and 252 of the 1996 Act, we did not specifically state that Section 251(c) is applicable (*Id.* at 5; Case No. 07-1199-TP-ACE, Entry on Rehearing at 14, April 2, 2008).

In response to Intrado's arguments regarding the existence of unequal bargaining power between Intrado and the ILECs, the Commission notes that it is the very issue of unequal bargaining power that prompted the Commission to engage in its analysis of the three scenarios delineated in its Arbitration Award for Issue 1. Under the scenario in which Intrado is the 9-1-1 service provider, to the extent that any party maintains leverage and controls a "bottleneck facility," it would be Intrado. The Commission bases this conclusion on the fact that Embarq has no choice but to interconnect with Intrado in order to ensure that its end users have the capability of completing 9-1-1 emergency calls to the PSAP.

With respect to the issue of inter-selective router trunking, the Commission reiterates its prior determination that "inter-selective routing involves a cooperative peering arrangement between the two carriers. Inasmuch as peering arrangements do not involve interconnection of a competing carrier's network with an ILEC's network, Section 251(c) does not apply (See 07-1216, Opinion and Order at 8).

- (13) In its second assignment of error, Intrado asserts that the Commission erred in requiring the parties to delineate, in the interconnec-

tion agreement, those provisions that relate to Section 251(c) and those provisions that pertain to Section 251(a). Intrado submits that this requirement results in the parties having an interconnection agreement that is vulnerable to misinterpretation and ongoing disputes. Further, Intrado opines that Embarq's other Section 251 agreements are not similarly delineated and, therefore, are not subject to the same misinterpretation and confusion. As a result, Intrado avers that requiring it to have a different structured interconnection agreement is discriminatory and in violation of Embarq's duties pursuant to Section 251(c)(2)(D).

- (14) Embarq asserts that Intrado has failed to substantiate its claim that the inclusion of both Section 251(a) and Section 251(c) provisions within the same interconnection agreement results in misinterpretation and ongoing disputes. Embarq points out that Intrado, in its own initial brief, recognized that both Section 251(a) and Section 251(c) could be incorporated within the same agreement (Memorandum Contra at 8 citing Intrado Initial Brief at 26-28). In regard to Intrado's contention that Embarq's agreements with other carriers do not separately delineate non-Section 251(c) provisions, Embarq responds that Part 1 of Embarq's standard interconnection agreement template does specifically provide for such delineation.
- (15) Upon a review of the arguments set forth specific to this assignment of error, the Commission finds that Intrado's application for rehearing with respect to this assignment of error is denied. To the extent that Embarq's other Section 251 interconnection agreements may not be structured to delineate specific provisions pertaining to Section 251(c) and specific provisions pertaining to Section 251(a), such an occurrence does not establish that discrimination has occurred resulting in the granting of rehearing. One logical explanation for such an outcome is that the prior Embarq agreements likely do not result from arbitration proceedings in which the issue of the applicability of Section 251(a) and Section 251(c) was raised for the Commission's consideration. Another distinguishing factor is that the existing interconnection agreements do not pertain to the same services and factual scenario (i.e., the competitive provision of 9-1-1/E9-1-1) as those being considered in this proceeding. Additionally, the Commission notes that the proposed agreement incorporates a dispute resolution process and that the parties can utilize the Commission's complaint process for the purpose of resolving subsequent disputed issues.

- (16) In its third assignment of error, Intrado asserts that the Commission incorrectly rejected Intrado's contention that Embarq should be required to establish two points of interconnection at geographically diverse locations on Intrado's network. Consistent with Section 253(b), Intrado opines that the Commission should reverse its prior decision and require the establishment of two geographically diverse points of interconnection on Intrado's network for delivery of 9-1-1 calls in order to benefit public safety. In support of its position, Intrado states that two geographically diverse points of interconnection are appropriate inasmuch as this is precisely the quality of interconnectivity that Embarq provides to itself when it is functioning as a 9-1-1 provider and that Section 251(c) requires parity. Specifically, Intrado avers that when Embarq is serving as the 9-1-1 provider, it maintains multiple selective routers and requires carriers to connect to each one in order that their end user's calls can be connected.
- (17) Embarq considers Intrado's position to be a repetition of its prior arguments regarding the need for Embarq to establish multiple points of interconnection on Intrado's network due to the importance of redundancy and reliability in the 9-1-1 network. Embarq notes that the FCC has not yet concluded that such redundancy should be required.
- (18) Upon a review of the arguments set forth specific to this assignment of error, the Commission finds that Intrado fails to raise any new arguments for the Commission's consideration and, therefore, the application for rehearing should be denied. The Commission again notes that, while Section 251(c) is intended to provide certain protections to CLECs seeking interconnection, Intrado has inappropriately attempted to apply these obligations to situations in which the requested interconnection is to occur on Intrado's network, and not that of Embarq's.
- (19) In its fourth assignment of error, Intrado avers that the Commission has inappropriately adopted language that would require Intrado to establish multiple points of interconnection on Embarq's network for the exchange of non 9-1-1 traffic. In support of its position, Intrado states that, pursuant to Section 251(c), a competitor is entitled to establish a single point of interconnection on an ILEC's network for the exchange of non 9-1-1 traffic. To the extent that the Commission based its decision relative to this issue on Embarq's concerns regarding the impact that such decision will have on its

interconnection agreements with other parties, Intrado asserts that the decision should be overturned. Additionally, Intrado argues that the fact that there may not be any harm in inserting the language proposed by Embarq should have no bearing on whether Embarq's language should have been adopted.

- (20) Embarq asserts that since Intrado will not exchange non 9-1-1 traffic, it is not entitled to change Embarq's standard point of interconnection language for non 9-1-1 traffic. Additionally, Embarq submits that the Commission properly recognized that the disputed language consists of standard terms that are already incorporated in interconnection agreements that Embarq has with CLECs that deliver the type of non 9-1-1 traffic to which these provisions were intended to apply.
- (21) Upon a review of the arguments set forth specific to this assignment of error, the Commission finds that Intrado's application for rehearing with respect to this assignment of error fails to raise any new arguments for the Commission's consideration and, therefore, the application for rehearing is denied. Specifically, the Commission finds that the inclusion of Embarq's proposed language will benefit Embarq by allowing the company to continue to utilize its template interconnection agreement language and, at the same time, the inclusion of such language will not negatively impact Intrado. Additionally, exclusion of Embarq's proposed language could possibly adversely affect a carrier's ability to adopt the resulting interconnection agreement pursuant to Section 252(i) if the agreement does not address the scenario in which an Embarq end office subtends a non-Embarq tandem for the exchange of non 9-1-1 traffic from Intrado.
- (22) In its last assignment of error, Intrado states that rehearing should be granted for the purpose of clarifying its requirements regarding the transfer of ALI between selective routers. Intrado contends that the Commission's Arbitration Award contradicts its Finding and Order in 07-1199. Specifically, Intrado believes that the Commission, in its Finding and Order, ruled that Intrado is required to ensure call data transferability within countywide systems. Intrado opines that the Commission, in its Arbitration Award, determined that Embarq is required to transfer ALI between selective routers serving PSAP customers to the extent that one of the following three conditions are met: (a) Embarq deploys the functionality in its own network, (b) Intrado agrees to compensate Embarq for the

functionality, or (c) the parties come to a mutual agreement. Based on its understanding, Intrado seeks clarification that Embarq will be required to transfer ALI between selective routers (and Intrado will not be required to compensate Embarq for the functionality) if Embarq deploys the functionality in its own network. Additionally, Intrado seeks clarification that, if Embarq transfers ALI between selective routers on its own network, whether it is the service provider for both PSAPs or another carrier serves one of the PSAPs, the requirement that Embarq deploy that functionality on its own network has been satisfied and Embarq will be required to transfer ALI between selective routers serving PSAP customers.

- (23) Embarq disagrees with Intrado's request for clarification. The company believes that the Commission intended that the three criteria for Embarq to transfer ALI between selective routers should be read together in order to ensure that Embarq receives appropriate cost recovery for transferring ALI to Intrado, even where Embarq provides for ALI transfer to itself. Therefore, Embarq asserts that the Commission should deny Intrado's request for clarification and, instead, confirm that Embarq is entitled to recover any costs it incurs for providing ALI transfer functionality to Intrado, regardless of whether Embarq transfers ALI on its own network. Embarq advocates that, considering the lack of evidence concerning the interoperability of any such ALI transferability functionality, such arrangements should be the subject of mutual agreement among the parties.
- (24) Intrado's application for rehearing is granted with respect to the requested clarification that Embarq will be required to transfer ALI between selective routers if Embarq deploys the functionality in its own network. Specifically, the Commission confirms that only one of the three conditions delineated in Finding (21) must be individually satisfied in order for Embarq to be required to transfer ALI between selective routers serving PSAP customers without any additional charge to Intrado.

It is, therefore,

ORDERED, That Embarq's motion for an extension of time and request for an expedited ruling are granted. It is, further,

ORDERED, That Intrado's application for rehearing is granted in part and denied in part in accordance with the findings above. It is, further,

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ORDERED, That a copy of this Entry on Rehearing be served upon all parties and interested persons of record.

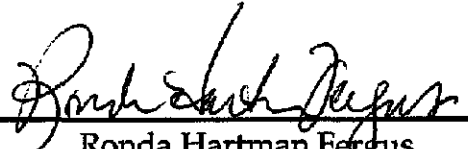
THE PUBLIC UTILITIES COMMISSION OF OHIO



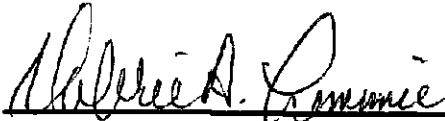
Alan R. Schriber, Chairman



Paul A. Centolella



Ronda Hartman Fergus



Valerie A. Lemmie



Cheryl L. Roberto

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Entered in the Journal

DEC 10 2008



Renee J. Jenkins
Secretary

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Petition of Intrado)
Communications, Inc. for Arbitration)
Pursuant to Section 252(b) of the) Case No. 08-537-TP-ARB
Communications Act of 1934, as Amended,)
to Establish an Interconnection Agreement)
with Cincinnati Bell Telephone Company.)

ARBITRATION AWARD

The Commission, considering the petition, the evidence of record, posthearing briefs, and otherwise being fully advised, hereby issues its arbitration award.

APPEARANCES:

Cahill, Gordon & Reindel, L.L.P. by Ms. Chérie R. Kiser, Suite 950, 1990 K Street, NW, Washington, DC 20006, Ms. Rebecca Ballestero, 1601 Dry Creek Drive, Longmont, Colorado 80503, on behalf of Intrado Communications, Inc.

Mr. Douglas E. Hart, 441 Vine Street, Suite 4192, Cincinnati, Ohio 45202, on behalf of Cincinnati Bell Telephone Company.

I. BACKGROUND

Under Section 252(b)(1) of the Telecommunications Act of 1996 (the Act),¹ if parties are unable to reach an agreement on the terms and conditions for interconnection, a requesting carrier may petition a state commission to arbitrate any issues which remain unresolved despite voluntary negotiation under Section 252(a) of the Act.

On August 22, 2007, the Commission issued its carrier-to-carrier rules in *In the Matter of the Establishment of Carrier-to-Carrier Rules*, Case No. 06-1344-TP-ORD. The rules came into effect on November 30, 2007. Rules 4901:1-7-08 and 4901:1-7-09, Ohio Administrative Code (O.A.C.), govern the negotiation and arbitration of interconnection agreements under 47 U.S.C. 252.² Under the rules, an internal arbitration panel is assigned to recommend a resolution of the issues in dispute if the parties cannot reach a voluntary agreement.

¹ The Act is codified at 47 U.S.C. 151 et seq.

² The rules supersede comparable provisions set forth in the Commission's Guidelines for Mediation and Arbitration issued in *In the Matter of the Implementation of the Mediation and Arbitration Provisions of the Federal Telecommunications Act of 1996*, Case No. 96-463-TP-UNC (Entry issued July 18, 1996).

II. HISTORY OF THE PROCEEDING

On February 5, 2008, the Commission issued certificate number 90-8000 to Intrado Communications, Inc. (Intrado), granting it authority as an emergency services telecommunications carrier.³

In the Commission's carrier-to-carrier rules, Rule 4901:1-7-09, O.A.C., specifies that "[a]ny party to the negotiation of an interconnection agreement may, during the period from the 135th to the 160th day (inclusive) after the date on which a local exchange carrier receives a request for negotiation, petition the commission to arbitrate any open issues." By mutual agreement, the parties established April 21, 2008, as the 160th day (Arbitration Petition p. 7, footnote 14).

On April 21, 2008, Intrado filed a petition for arbitration of certain rates, terms, and conditions for interconnection and related arrangements with Cincinnati Bell Telephone Company (CBT) pursuant to Section 252(b) of the Act. In its petition, Intrado presented six issues for arbitration.

On April 21, 2008, with its petition for arbitration, Intrado filed a motion pro hac vice to allow Chérie Kiser, Angela F. Collins, and Rebecca Ballestero to practice before the Commission. The attorney examiner granted the motion by entry issued June 30, 2008.

CBT filed a response to Intrado's petition on June 16, 2008. In its response, CBT added three additional issues.

On June 30, 2008, after consultation with counsel, the attorney examiner issued an entry summarizing the schedule for the arbitration proceeding. The parties agreed to the following schedule:

| | |
|----------------------|------------------|
| Discovery Completion | July 1, 2008 |
| Arbitration Package | July 22, 2008 |
| Hearing | July 29-30, 2008 |
| Initial Briefs | August 13, 2008 |
| Reply Briefs | August 27, 2008 |

On July 22, 2008, the parties filed arbitration packages containing exhibits and the written testimony of their witnesses. On the same date, the parties jointly filed a matrix setting forth the issues to be arbitrated and the parties' respective positions.

³ In the Matter of the Application of Intrado Communications, Inc. to Provide Competitive Local Exchange Services in the State of Ohio, Case No. 07-1199-TP-ACE (Case No. 07-1199-TP-ACE).

III. ISSUES FOR ARBITRATION

In Intrado's arbitration package, Intrado and CBT presented the following issues for arbitration:

- (1) Whether CBT may deny Intrado its rights under Section 251(c) of the Act by claiming that Intrado does not offer telephone exchange service or exchange access service.
- (2) What is the most efficient point of interconnection (POI) for the exchange of E-911 calls to Intrado and CBT public safety answering point (PSAP) customers?
- (3) Should the parties be obligated to utilize the most efficient call setup and termination technologies that reduce points of failure in 911 call delivery?
- (4) Is Intrado required to accept third-party originated 911 service or E-911 service traffic from CBT over trunk groups installed exclusively for the mutual exchange of Intrado and CBT traffic?
- (5) Should the parties adhere to the National Emergency Number Association (NENA) and Federal Communications Commission (FCC) Network Reliability and Interoperability Council (NRIC) recommended standards for trunking?
- (6) What should each party charge the other party for facilities, features, and functions necessary for the mutual exchange of 911 service and E-911 service traffic?
- (7) Should Intrado be required to timely provision interconnection trunks?
- (8) Should the interconnection agreement address non-telecommunications traffic?
- (9) Should other redlined language be resolved?

In the matrix, the parties advised the panel that issues 7, 8, and 9 have been resolved and no longer need to be arbitrated.

Issue 1 **Whether CBT may deny Intrado its rights under Section 251(c) of the Act by claiming that Intrado does not offer telephone exchange service or exchange access service.**

Intrado states that it wants to include language in the interconnection agreement specifying that the provision of competitive emergency telecommunications services has been deemed to be telephone exchange service by the Commission. CBT, on the other hand, does not want to include language that makes any reference to competitive emergency telecommunications services being telephone exchange service. The contested language, as it appears in the issues matrix, reads as follows:

Intrado has been granted authority to provide emergency telecommunications services (which have been deemed to be telephone exchange services by the Commission)...

In its initial brief, Intrado relies on the Commission's Finding and Order issued on February 5, 2008, in Case No. 07-1199-TP-ACE that states that Intrado provides telephone exchange service when it provides 911/E-911 services to Ohio counties and PSAPs (Intrado Br. 24). It is Intrado's belief that the Commission has already decided the issue as a matter of law (Intrado Reply Br. 3). Moreover, the service that the Commission considered in Intrado's certification proceeding is the same service that Intrado intends to provide when it interconnects with CBT. Intrado's opinion is that the Commission's order speaks for itself and the Commission's findings should be reflected in the parties' interconnection agreement (*Id.*). According to Intrado, CBT disagrees that the provision of competitive emergency telecommunications services, by itself, is tantamount to telephone exchange service (Intrado Br. 25).

Intrado states that it desires to include the language to memorialize the Commission's findings and to reduce the potential for future disputes concerning which services are covered by the interconnection agreement. Intrado points out that there are provisions in the interconnection agreement that govern telephone exchange services other than 911/E-911 services. It is Intrado's intent, by including the language, to address all telephone exchange services covered by the interconnection agreement (Intrado Br. 25-26).

It is CBT's argument that its proposed language does not involve any unnecessary characterizations of either Intrado's rights or the Commission's finding and order certifying Intrado as a competitive emergency telecommunications services carrier (CETSC). CBT points out that the Commission stated that Intrado, as a CETSC, would be engaged in the provision of telephone exchange service. However, CBT makes the distinction that the Commission did not expressly say that the service to be provided by Intrado is "telephone exchange service" itself. Clarifying its point, CBT emphasizes that Intrado only proposes to terminate 911 calls initiated by customers of other dial tone providers. Intrado will not provide a service that allows the origination of calls. Only by Intrado combining its service with originating carriers does CBT believe that Intrado is engaged in the provision of telephone exchange service. CBT states that Intrado's service is merely a component of such service. Without an originating dial tone provider, CBT

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doubts whether Intrado's service would qualify as "telephone exchange service" (CBT Initial Br. 4-5).

CBT emphasizes that, taking into consideration the terms of the interconnection agreement, Intrado has not been deprived of any rights under Section 251 of the Act (CBT Initial Br. 3, 5). Intrado's rights would remain the same with or without the proposed language (CBT Initial Br. 5). CBT believes that Intrado is attempting to clarify or expand the Commission's order indirectly. Moreover, CBT contends that this arbitration is not an appropriate venue to clarify the Commission's intent. The issue would be more appropriately argued in another case. Stating that there is no legitimate purpose for including Intrado's proposed language, CBT urges the Commission to reject Intrado's proposal (CBT Initial Br. 5).

In response to CBT's argument, Intrado replies that CBT is attempting to make a distinction where none exists. Intrado rejects CBT's assertion that an originating dial tone provider is necessary for Intrado's 911/E-911 services to qualify as telephone exchange services (Intrado Reply Br. 3-4). Intrado contends that the Commission made no such distinction in its certification order and that none exists under law. To substantiate its position, Intrado points out that the FCC has found that data transmissions and directory assistance providers may constitute telephone exchange service, notwithstanding an absence of dial tone. Citing these examples, Intrado concludes that dial tone is not required for telephone exchange service (Intrado Reply Br. 4-5).

Intrado states that it appears that the impetus behind CBT's language is that it seeks the ability to deny Intrado its interconnection rights in the future (Intrado Reply Br. 3-4). Intrado notes that CBT's witness acknowledges that there are provisions in the interconnection agreement that govern services beyond 911 and E-911 services. By refusing to acknowledge that Intrado offers telephone exchange services, CBT could prevent Intrado from taking full advantage of the interconnection agreement in the future (Intrado Reply Br. 4).

ISSUE 1 ARBITRATION AWARD

We agree with CBT that Intrado's proposed language should not be included in the parties' interconnection agreement. The language suggested by Intrado not only goes beyond what is necessary for the interconnection agreement, but it also unnecessarily raises the potential for undetermined consequences.

The finding and order issued in Case No. 07-1199-TP-ACE established Intrado's entitlements as a CETSC. The Commission determined that Intrado is a telephone company pursuant to Section 4905.03, Revised Code, and Rule 4901:1-7-01(S), O.A.C., and a public utility pursuant to Section 4905.02(B), Revised Code. Furthermore, the

Commission concluded that Intrado is engaged in the provision of telephone exchange service pursuant to Section 251 of the Act. On this basis, the Commission determined that Intrado is entitled to the rights and obligations of telecommunications carriers pursuant to Sections 251 and 252 of the Act. In carving out Intrado's status as a CETSC, the Commission noted that Intrado's exchange activities are limited in scope and do not equate to those of a competitive local exchange carrier (CLEC). In fact, the Commission specifically advised Intrado that if it sought to engage in the provision of additional services that would cause the company to function like a CLEC, Intrado must obtain approval to amend its certificate.⁴

The Commission does not find it either necessary or useful for the interconnection agreement to attempt to summarize the Commission's decision in Case No. 07-1199-TP-ACE. It is sufficient and prudent simply to observe the authority granted to Intrado in Case No. 07-1199-TP-ACE. The Commission is concerned that including language summarizing its decision in this agreement may have unintended consequences, depending on how that summary may in the future be used. However, it is appropriate, in the context of this interconnection agreement to clarify the nature of Intrado's service offering. Therefore, the Commission will require the parties to use the following language, quoting the Commission's decision in Case No. 07-1199-TP-ACE, in Recital C.

INTRADO COMM. has been granted authority to provide competitive emergency telecommunications services within the areas of Ohio where it intends to provide services pursuant to this agreement. The Commission has deemed that "...while Intrado is engaged in the provision of telephone exchange services pursuant to Section 251 of the 1996 Act, its telephone exchange activities are restricted in scope..." Nothing in this agreement shall prevent INTRADO COMM from seeking expanded authority from the Commission to offer other services.

**Issue 2: What is the most efficient point of interconnection (POI)
for the exchange of E-911 calls to Intrado and CBT PSAP
customers?**

Intrado explains that, where Intrado serves the designated PSAP in a particular geographic area, Intrado is proposing language requiring CBT to transport its end users' 911 calls, destined for Intrado's PSAP customer, to two geographically diverse points of interconnection on Intrado's network. As proposed by Intrado, these two points of interconnection would be physically located on Intrado's diverse selective routers (Hicks Testimony at 12). Intrado contends that two geographically diverse POIs on Intrado's network, for the delivery of CBT's end-users' 911 traffic, makes good business sense

⁴ Case No. 07-1199-TP-ACE, Finding and Order issued February 5, 2008, Finding 15.

because of the critical nature of the 911 network (Hicks Testimony at 16). Intrado argues that the physical architecture arrangements Intrado seeks are critical to issues of reliability, redundancy, and eliminating points of failure for 911/E-911 services (Hicks Testimony at 18).

Intrado contends that while an arrangement in which the POI is on the ILEC's network may have developed as the common network architecture arrangement for the exchange of plain old telephone service traffic, 911 traffic historically has been handled in a different manner (Hicks Testimony at 12-13). Intrado contends that, although the Act requires the POI to be on the ILEC's network, the Act also says that interconnection should be equal in quality. Intrado claims that its proposal is consistent with the way in which CBT interconnects with other 911 service providers today. Intrado further argues that its proposal is consistent with the requirements CBT imposes on CLECs (Hicks Testimony at 17).

Intrado explains that it plans to deploy at least two selective routers in Ohio. One of those selective routers will be within CBT's local access and transport area (LATA). Additional selective routers will be located at points outside of CBT's LATA (Hicks Testimony at 17). While CBT argues that this would require it to establish a POI outside of its service territory and LATA, Intrado argues that the concept of LATAs does not apply to CBT or in the context of 911 traffic. Intrado contends that this is so because CBT is permitted to, and routinely does, carry interLATA traffic. In addition, Intrado notes that the courts and the FCC have said that any restrictions on carrying interLATA traffic do not apply to 911 (Hicks Testimony at 17). Intrado avers that CBT has made no claim that it is legally prohibited from carrying traffic outside of the LATA (Intrado Initial Br. 12). This, Intrado claims, is because there are no restrictions on CBT's ability to carry 911 service traffic destined for Intrado's network outside the LATA. Accordingly, Intrado argues, Intrado's proposed language should be adopted (Intrado Initial Br. 13).

CBT contends that the issue as put forth by Intrado is not about the most efficient means of interconnecting the two networks. Instead, CBT believes that it is about Intrado's attempt to dictate the design of CBT's network and to impose requirements and costs on CBT that are not permitted by the Act. CBT explains that there are two contract provisions at issue. One is contract language deleted by Intrado that would require the placement of the POI to be within the LATA. The second is proposed language by Intrado that would require two geographically diverse POIs on Intrado's network for delivery of CBT's end users' 911 calls to PSAPs served by Intrado (CBT Initial Br. 6).

CBT argues that, legally, Intrado's demand is baseless (CBT Initial Br. 7). CBT avers that the FCC and Commission rules are clear that, in a Section 251(c) interconnection agreement, the requesting carrier is entitled to select the POI, but it must be within the ILEC's network (47 C.F.R. §51.305, Rule 4901:1-7-06(A)(5) O.A.C.). CBT avers that, since 47

U.S.C. Section 251(c)(2)(B) requires the POI to be within CBT's network, the POI must therefore be in the LATA because CBT's entire service territory is contained within a single LATA (Tr. II at 9, CBT Initial Br. 7). Additionally, CBT argues that the requirements of Section 251(c)(2) are conjunctive; all must apply simultaneously. Thus, CBT argues, the requirements to provide interconnection that is "equal in quality" and "at any technically feasible point within the (incumbent) carrier's network" cannot be divorced and must be met simultaneously (CBT Reply Br. 3).

CBT avers that each carrier is responsible for facilities on its side of the POI. The type of interconnection Intrado is requesting, that requires CBT to establish points of interconnection at multiple locations on Intrado's network at CBT's cost, does not comport in any respect with the rights and obligations established under Section 251(c) of the Act (CBT Initial Br. 7). CBT argues that Intrado cannot designate a POI that is outside the ILEC's local serving area, or even more extreme, outside the single LATA where the ILEC provides local service (Tr. II at 36, 56). CBT explains that Intrado intends to locate a selective router in Columbus and demands that CBT provide the necessary facilities to deliver CBT's originating 911 traffic from Cincinnati to Intrado's selective router located in Columbus (Tr. I at 152-53). CBT argues that Intrado's proposal defies reason and claims that no CLEC has ever contended that CBT had to interconnect with it outside CBT's own LATA (Tr. II at 33). CBT contends that when it interconnects with an adjacent ILEC serving PSAPs outside CBT's territory, the adjacent ILEC provides connectivity from CBT's service area to that ILEC's selective routers (Tr. II at 74, 84).

CBT contends that Intrado's proposed language will force CBT to deliver traffic to multiple POIs at locations on Intrado's network that Intrado selects. CBT claims that there is nothing in Section 251 of the Act that supports Intrado's request that the Commission require CBT to establish multiple POIs on Intrado's network (CBT Initial Br. 10-11).

ISSUE 2 ARBITRATION AWARD

As presented in the record in this proceeding, there are two severable issues to be addressed: how many points of interconnection are required and where any point or points of interconnection will be located.

Consistent with its findings in Case No. 07-1216-TP-ARB⁵, the Commission agrees with CBT that the requirements found in Section 251(c) of the Act are applicable only to interconnection by a requesting carrier within the ILEC's network. The Commission, in Case No. 07-1216-TP-ARB, also found that, when Intrado is the 911/E-911 service provider

⁵ Arbitration Award in Case No. 07-1216-TP-ARB, *In the Matter of the Application of Intrado Communications Inc. for Arbitration Pursuant to Section 252 (b) of the Communications Act of 1934, as Amended, to Establish an Interconnection Agreement with United Telephone Company of Ohio and United Telephone Company of Indiana (collectively, "Embarq")* issued September 24, 2008 (Intrado/Embarq Award).

to the PSAPs in a county, the incumbent becomes one of many service providers, along with CLECs, wireless providers, and VoIP providers. Similarly, these providers must request interconnection with Intrado in order to terminate their 911 traffic to a PSAP served by Intrado. The reasoning behind those two findings in Case No. 07-1216-TP-ARB applies equally in this proceeding. Additionally, the Commission notes that there is no requirement under any part of Section 251 of the Act that the requesting carrier establish more than one point of interconnection.

In addition, even if this arrangement were subject to Section 251(c), CBT's selective routers are not as geographically diverse as Intrado states that its selective routers will be. Thus, to compel CBT to provision trunking to geographically diverse points of interconnection on Intrado's network would cause CBT to modify its network to provide interconnection that is superior in quality to that which it provides "to itself or any subsidiary, affiliate or any other party." While the Act requires the provision of interconnection "at least equal in quality," superior interconnection quality is not required. In addition, Intrado's proposal would require CBT to construct facilities that would not otherwise be deployed for its own use. Absent compensation from the carrier requesting the construction, this is neither required under the Act nor equitable [*In the Matter of the Petition of Worldcom, Inc. Pursuant to Section 252(E)(5) of the Communications Act for Preemption of the Jurisdiction of the Virginia State Corporation Commission Regarding Interconnection Disputes with Verizon Virginia Inc., and for Expedited Arbitration*, FCC Memorandum Opinion and Order, CC Docket No. 00-218, 17 FCC Rcd. 27,039, F.C.C., July 17, 2002, at 155; see also *Local Competition Order*, 11 FCC Rcd at 15614-15, at 225 (henceforth, *Local Competition Order*)].

Although the Commission acknowledges that there may be advantages, from both a technical and a business standpoint, to having multiple points of interconnection, each of the parties must weigh whatever advantage that arrangement provides them against other mitigating factors, such as their costs. For these reasons, the Commission will not require CBT, at this time, to establish multiple points of interconnection on Intrado's network where Intrado is the 911/E-911 network provider to the PSAP, though the parties are free to negotiate additional point(s) as set forth below.

Because Intrado has indicated its intention to establish one selective router within CBT's LATA, the question of whether the point of interconnection should be within or outside of CBT's service territory would appear to be moot. However, plans can and do change. In Case No. 07-1216-TP-ARB, the Commission clarified that Embarq was only responsible for delivering its traffic to a point of interconnection located within Embarq's service territory. The Commission similarly directs the parties to incorporate CBT's proposed language requiring the single point of interconnection to be within the LATA. Again, the Commission's ruling does not preclude the parties from otherwise mutually

agreeing to an additional point or points of interconnection at any technically feasible point inside or outside of CBT's territory.

To the extent that, at some future point in time, Intrado's certification allows it to be the requesting carrier for the purpose of terminating 911 traffic on CBT's network, or for the mutual exchange of traffic as a CLEC, the Commission concurs with CBT that requirements under Section 251(c)(2) must all simultaneously be met.

Issue 3 Should the parties be obligated to utilize the most efficient call setup and termination technologies that reduce points of failure in 911 call delivery?

With regard to the disputed contract language for this issue, the primary disagreement is whether CBT, when Intrado is the E-911 service provider to the local PSAP, should be required to provision separate and identifiable trunk groups from each CBT end office to Intrado's selective router. This is referred to as direct end office trunking. Secondly, in a competitive 911 environment, where not all PSAPs in a service area may be served by the same 911 provider, the use of direct end office trunking requires the end office, in many instances, to determine which 911 provider should terminate a given 911 call. Intrado proposes that a methodology, which it refers to as line attribute routing, be used to enable the end office to make that determination (Hicks Testimony at 19).

Intrado claims that direct end office trunking and its requisite line attribute routing is technically feasible, and that similar processes, also known to CBT as "class marking," are in use today for the routing of long distance calls or mapping wireless calls to tax codes (Hicks Testimony at 26, Melcher Testimony at 11). Intrado explains that line attribute routing involves setting the appropriate line attributes in the central office line database for each line. The line attributes are set during the service provision and automated recent line change processes. The function of the line attributes is to direct 911/E-911 calls to the appropriate trunk and, ultimately, to the appropriate selective router. These calls would then be delivered over direct trunks from the CBT central office to the appropriate selective router (Hicks Testimony at 14).

In contrast to Intrado's proposal, CBT proposes using its existing end office trunks to connect to its existing selective router. CBT's selective router would handle the routing of calls to either a PSAP served by CBT or, over an inter-selective router trunk, to Intrado's selective router to be directed to a PSAP served by Intrado, CBT's selective router functioning in effect as a tandem switch (Joint Issue Matrix at 3, CBT Ex. 8 at 15, Peddicord Testimony at 16).

Intrado contends that line attribute routing enables trunk route selection and transport configurations at the originating office level, thereby eliminating the need to introduce an additional and unnecessary stage of switching at CBT's selective router. Intrado argues that eliminating this unnecessary stage of switching via CBT's existing selective routers reduces the number of possible points of failure in the 911 call path. Intrado claims its proposal improves network reliability (Hicks Testimony at 19). Furthermore, Intrado argues, by retaining CBT's selective router in the call path, PSAPs motivated to choose a competitive provider to obtain improved service quality or enhanced control over originating office trunking are relegated to what they may perceive as sub-quality service and the limitations of the legacy 911 network provided by CBT. Intrado avers that, in order to deny Intrado its proposed manner of interconnection, CBT is required by the Local Competition Order at ¶¶198, 203 to demonstrate, by clear and convincing evidence, that utilizing direct trunks and line attribute routing is either not technically feasible or that specific and significant adverse impacts would result from Intrado's requested interconnection agreement. Intrado states that CBT has not met this burden (Intrado Initial Br. 14).

Intrado agrees with CBT that class marking is an inferior form of 911/E-911 call routing because it utilizes taxing authority data that are not validated to the Master Street and Address Guide (MSAG). Intrado proclaims that its proposed line attribute routing, while using similar line attributes in the originating end office as class marking, is a reliable method of performing accurate call routing to the appropriate selective router since the line attribute values are based on the MSAG-validated address of the caller (Hicks Testimony at 21-22).

Intrado recognizes that CBT may incur some initial costs to enable line attribute routing and direct trunking. Such investments, Intrado claims, will be offset by the savings that CBT will realize from reduced switch maintenance and repair costs. CBT would also avoid the need to correct downstream services address errors detected by Intrado's ALI database management process (Hicks Testimony at 25-26).

Intrado contends that CBT imposes similar direct trunking requirements on CLECs when CBT is the designated E-911 network service provider to the PSAP (Intrado Petition for Arbitration, Attachment 4 at Section s.8.2(a)). Intrado claims that it seeks the same arrangement with CBT (Tr. I at 176-177).

Intrado avers that CBT ignores the main reason Intrado supports the use of line attribute routing over direct trunks. According to Intrado, the main reason for line attribute routing is to ensure that critical 911 calls receive the highest quality of service when they are exchanged between the parties' networks (Tr. I at 206-07). Intrado contends that CBT's claims that line attribute routing is unnecessary is disingenuous because CBT admits that it currently utilizes the same types of direct trunking arrangements within its

own network (Intrado Reply Br. at 11-12, citing CBT Br. at 12, 14). Intrado declares that CBT has not demonstrated any incremental costs for the establishment of line attribute routing (Tr. I at 200).

CBT contends that Intrado is seeking to insert itself into how CBT handles 911 calls originating on its network before the calls are delivered to Intrado. To CBT, that is unprecedented under a Section 251 interconnection agreement (Peddicord Testimony at 15). CBT argues that only CBT can determine the most efficient means to handle 911 calls within its network. CBT further argues that Intrado's proposal is unnecessary because CBT's selective router performs the call sorting function for all CBT subscribers and delivers all necessary call detail information to PSAPs or interconnected carriers (Peddicord Testimony at 14). CBT claims that no interconnecting carrier dictates how another carrier operates its network on its side of the POI so long as calls are handed off using a standard protocol that allows the receiving carrier to terminate the call properly (Peddicord Testimony at 15).

CBT contends that the way it proposes to deliver 911 calls to Intrado from CBT's selective routers is how CBT exchanges 911/E-911 traffic with other ILECs today. CBT directs all 911 traffic from its end offices to its selective router. The selective router, in turn, determines the ultimate destination of the call. CBT explains that if the call needs to be terminated to a PSAP serviced by another ILEC, CBT's selective router delivers that call over trunks to the other ILEC's selective router, which then delivers the call over its network to the PSAP it serves. CBT argues that there is no reason to treat traffic to a PSAP that may be served by Intrado any differently than traffic to a PSAP served by an adjacent ILEC. In either case, CBT argues, calls are efficiently routed through CBT's selective routers to the other carrier. There is no need for class marking or line attribute routing as suggested by Intrado (Peddicord Testimony at 16).

CBT points out that its standard interconnection agreement language, initially proposed by a CLEC (MCI Metro), requires CLECs to establish direct end office trunking for the delivery of its end users' 911 traffic to CBT's selective router. Because CBT had no objections to that arrangement if the CLEC or CLECs were willing to do it, there was no reason for CBT to change MCI Metro's proposal for direct trunks to CBT's selective routers. CBT states that over the past decade, involving over 50 interconnection agreements, no CLEC has ever raised an issue with CBT's standard language (Peddicord Testimony at 17). CBT notes that it would have no objection to a CLEC or other interconnecting carrier delivering 911/E-911 traffic to it from a tandem switch or utilizing its own selective router to deliver traffic to CBT's network (Peddicord Testimony at 18).

CBT explains that as a practical matter the architecture of CLEC networks is usually quite different from CBT's. CBT states that it is not aware of a CLEC that has multiple end office switches. Each CLEC that interconnects with CBT generally utilizes a single switch

serving CBT's entire territory. Therefore, CBT claims it is a non-issue, and CBT has never required a CLEC to have more than one set of 911 interconnection trunks. As CBT points out, its network, on the other hand, consists of numerous end office switches that are all connected to a central tandem switch. CBT argues that installing direct end office trunks from each end office switch to another carrier's network is a vastly larger and more complex undertaking than installing a single set of interconnection trunks from the tandem switch. CBT avers that it would not insist on Intrado providing direct end office trunks to deliver its traffic to CBT (Peddicord Direct at 18).

Setting aside whether Intrado has a legal right to demand line attribute routing and direct trunks, CBT contends Intrado has not adequately demonstrated that it is either necessary or cost effective to do so (CBT Initial Br. 14). CBT contends that while Intrado relies on snippets of language from NENA guidelines regarding the efficacy of certain network arrangements, Intrado has not produced a single NENA reference describing the use of line attribute routing. Nor has Intrado produced a NENA guideline recommending or mandating line attribute routing (Tr. I at 210). In contrast, CBT contends that it has produced several NENA technical documents describing the interconnection and interoperation of multiple selective routers consistent with CBT's proposal (Tr. I at 218-23, CBT Exhibits 4 and 5).

CBT argues that Intrado's fears that CBT's use of its selective router to route 911 calls to Intrado will introduce an additional potential point of failure are not supported in the record. (CBT Initial Br. 15). CBT contends that, according to NENA documentation, as well as CBT's experience, such failures are rare (Tr. II at 81). CBT avers that even NENA recognizes that routing errors occur on a very small percentage of calls, so it recommends against enormous efforts to solve a small problem (Tr. I at 213-217, CBT Ex. 3). CBT contends that NENA recommends simple solutions over complex ones, as well as the application of cost-benefit analysis and common sense before implementing new systems (Tr. I at 213-14).

CBT contends that Intrado's position on introducing additional points of failure is also very inconsistent with Intrado's own network proposals. CBT highlights that Intrado touts the advanced and flexible features of its network by claiming that a national wireless carrier could deliver its Cincinnati 911 traffic to Intrado in Florida. CBT argues, however, that Intrado does not seem to care how many points of failure a wireless carrier might introduce in its network by hauling its 911 traffic from Cincinnati for delivery in Florida (Tr. 1 at 229-31). Nor does Intrado restrict CLECs, wireless, or VoIP carriers from using third parties to aggregate their 911 traffic before delivering it to Intrado's network, according to CBT (Tr. 1 at 231). CBT avers that NENA documents, relied upon by Intrado to support network redundancy, show 911 call paths potentially going through three switches. CBT further contends that Intrado recognizes that the greater distance telephone traffic travels, the more opportunities for failure are created (Tr. I at 171-73). Nevertheless,

Intrado still demands that CBT haul its 911/E-911 traffic to Columbus for delivery to Intrado (Tr. I at 152-53).

CBT also argues that Intrado knows that CBT's network is not presently capable of performing "line attribute routing" as Intrado describes the term (Tr. I at 31-32). According to CBT, Intrado's use of 1+ dialing as an analogy for how line attribute routing could be implemented by CBT is inappropriate. Such an analogy, argues CBT, ignores the substantial work that was needed to implement 1+ dialing. Moreover, CBT points out, the analogy fails to consider that the costs of equal access were borne by the interexchange carriers for whose benefit it was implemented (Tr. I at 28-31). CBT notes that Intrado admits there would be costs to implement line attribute routing but that Intrado does not know how much those costs would be (Tr. I at 37-38). CBT argues that even though these costs would only be incurred because of Intrado's insistence upon line attribute routing and direct trunking, Intrado denies any responsibility for them (Tr. I at 298). CBT rejects Intrado's unsupported assertion that CBT would save switch maintenance costs if it implemented line attribute routing (Hicks Testimony at 26). CBT contends that it would incur more costs than it does today because line attribute routing would not eliminate CBT's need for a selective router (Tr. I at 200-01, Tr. II at 28). Intrado's suggestion would only add the cost of line attribute routing (Tr. II at 80). CBT contends that its solution is more cost effective because it only requires CBT to redirect trunks from the PSAPs it formerly served to Intrado's selective router (Tr. I at 205-06).

CBT avers that the Local Competition Order (at ¶¶199, 200, 209, 225, 552) requires the requesting carrier to be responsible for the cost of an expensive form of interconnection that it requests. In accordance with this principle, if the Commission were to require line attribute routing and direct trunking, Intrado would be responsible for CBT's costs because Intrado is the cost causer (CBT Initial Br. 21). CBT points out that Intrado has already agreed to the bona fide request procedure in Schedule 2.2, which also obligates it to pay the cost of special requests. CBT argues that Intrado cannot make wholesale demands that CBT change its network and operating practices without compensating CBT for its costs to do so. If Intrado is unwilling to pay the costs, CBT argues, then its demands do not have to be honored (CBT Reply Br. 12).

ISSUE 3 ARBITRATION AWARD

Although the Commission finds that direct end office trunking used in conjunction with class marking/line attribute routing is technically feasible, the Commission notes that the requesting carrier is generally entitled to route its end users' 911 calls to the point of interconnection and engineer its network on its side of the point of interconnection. Further, consistent with the FCC's findings in *In the Matter of the Revision of the Commission's Rules to Ensure Compatibility with Enhanced 911 Emergency Systems, Request of King County*, 17 FCC Rcd 14789, ¶1 (2002), the Commission finds that the point of

interconnection to the wireline E-911 network is the selective router of the E-911 network provider. Each party bears the cost of getting to the point of interconnection. In both Case No. 07-1216-TP-ARB and in the current proceeding, the Commission observes that CBT is the requesting carrier when Intrado is the 911/E-911 service provider to the PSAP. In that situation, CBT will seek interconnection to send its customers' 911 calls to Intrado-served PSAPs. Therefore, the FCC requirements for interconnection, which originated in Section 251 (c) of the Act, and are also found in the paragraphs of the FCC's Local Competition Order, cited by Intrado, do not apply here.

Finally, considering the conflicting evidence concerning the reliability and expense of implementing such an arrangement, the Commission declines to order ILECs to use direct end office trunking to route their end users' 911 calls to Intrado's selective router when Intrado is the E-911 service provider. There is no FCC requirement that a requesting local exchange carrier use direct end office trunking to the selective router of the E-911 network provider. Moreover, given the lack of new evidence in this record, the Commission shall adhere to the precedent established in Case No. 07-1216-TP-ARB. Therefore, CBT is not required to utilize direct end office trunking, in conjunction with class marking/line attribute routing, to deliver its end users' 911 calls to Intrado where Intrado is the E-911 service provider to the PSAP. The Commission, therefore, recommends the adoption of CBT's proposed contract language in the Interconnection Agreement.

Issue 4 Is Intrado required to accept third-party originated 911 service or E-911 service traffic from CBT over trunk groups installed exclusively for the mutual exchange of Intrado and CBT traffic?

Intrado does not believe the parties' interconnection agreement should address the exchange of third-party 911 traffic and has proposed language that would prohibit either party from passing 911 transit traffic. Intrado explains that transit traffic is traffic that originates with one carrier, transits CBT's network, and terminates with another carrier. Neither the calling party nor the called party is CBT's customer (Hicks Testimony at 32). Intrado argues that allowing 911 service traffic to be exchanged via a transit service arrangement affects quality of service, network reliability, and network efficiency (Hicks Testimony at 30). Intrado argues that it is common for different call types, such as wireless, to be routed over separate PSAP trunks to ensure the incident-driving nature of wireless does not saturate all PSAP call takers at once over a common trunk group (Hicks Testimony at 31). Intrado contends that even though CBT claims that all traffic coming to Intrado will have identifying information (Fite Testimony at 12) that does not provide Ohio PSAPs with the ability to discern 911 calls by type, which removes or severely limits their call management control options (Hicks Testimony at 31, Tr. I at 116).

Intrado avers that direct trunking is the best method of delivering 911 service traffic to the designated 911 service provider (Hicks Testimony at 18, Fite Testimony at 5) and points out that CBT requires CLECs to deliver their 911 service traffic to CBT's selective router over direct, dedicated trunking [Intrado Petition for Arbitration Attachment 4 at Section 3.8.2(a)]. Intrado avers that subjecting Intrado to trunking arrangements different from those CBT utilizes for itself and other carriers would violate CBT's requirement to provide interconnection that is equal in quality under Section 251(c)(2)(C) (Tr. I at 145). Intrado contends that it is not asking CBT to block third-party originated 911 calls. Instead, Intrado seeks to ensure that any traffic it will receive from a third party via its interconnection relationship with CBT is provisioned properly using a separate trunk group. In addition, Intrado wants to make sure that such traffic is subject to a separate agreement between Intrado and the third-party provider (Tr. I at 114). Such arrangements, Intrado avers, are required by the Commission's rules (Rule 4901:1-7-13(F), O.A.C.) and CBT's own template agreement language [Intrado Petition for Arbitration at Attachment 1 Section 8.3(a)]. Intrado argues that CBT is under no obligation, pursuant to Rule 4901:1-7-13, O.A.C., to carry transit traffic if the originating and terminating carriers do not have an arrangement in place.

Intrado avers that third-party carriers will have a myriad of options to interconnect with Intrado and may choose to connect directly with Intrado or indirectly connect via CBT's transit service. In either case, Intrado contends that Intrado and the third-party carrier will be required to negotiate appropriate interconnection arrangements to ensure 911 service traffic is handled in the most efficient and reliable manner (Tr. I at 227). Intrado claims that it is not refusing to interconnect or enter into compensation arrangements with third parties as CBT contends. Intrado claims that, in fact, entering into direct arrangements with third parties is Intrado's preferred method.

CBT contends that the contract language proposed by Intrado states that it does not have to terminate any traffic not originated by CBT (Tr. II, at 39, 51). CBT did not accept Intrado's proposed language because Intrado, according to CBT, does not have the right to refuse to interconnect indirectly with other carriers and CBT does not have the right under the Commission's rules to refuse to handle transit traffic if CBT and the end carrier agree on compensation for those calls. CBT argues it cannot put itself in the position of having to decide whether to block 911 calls that are delivered to it by other carriers (Tr. II, p 49). If a third-party originated 911 call is destined to a PSAP serviced by Intrado, CBT claims it would direct the call to Intrado. CBT avers that Intrado's proposed language would prohibit that action by CBT, so it is unacceptable to CBT and, for obvious safety reasons, ought to be unacceptable to the Commission (CBT Initial Br. 23).

CBT points out that it currently provides E-911 service to all of the PSAPs in its service area, so all other carriers serving that area, be they wireless, CLECs, or interconnected VoIP, deliver all their 911 calls to CBT for completion. Therefore, CBT

contends, if Intrado enters the market as the 911 provider for one PSAP, other carriers will have to figure out how to get their calls to Intrado for completion. CBT further points out that Intrado does not presently have interconnection agreements with any carrier in CBT's service territory (Tr. I at 107). CBT contends that although Intrado wishes to require all other carriers serving that area to interconnect directly with Intrado, it is largely up to that other carrier whether it wants to interconnect directly or indirectly as permitted by the Act and the Commission's rules (CBT Initial Br. 24).

CBT contends that Intrado cannot legally refuse to interconnect with third-party carriers through CBT. CBT argues that under Section 251 of the Act, only an ILEC has an obligation to interconnect directly with a CLEC pursuant to 47 U.S.C. §251(c)(2). CBT avers that CLECs may interconnect with one another either directly or indirectly pursuant to 47 U.S.C. §251(a)(1) and the Local Competition Order, ¶997. While CBT realizes Intrado is not a CLEC, it contends that it certainly cannot have any greater right to require direct interconnection under Section 251 than a CLEC would have (CBT Initial Br. 24).

CBT argues that Intrado cannot refuse to negotiate a compensation arrangement with another telephone company, even if that company wants to interconnect indirectly with Intrado pursuant to the Commission rules (Rules 4901:1-7-02(B) and 4901:1-7-13(F), O.A.C. CBT also contends that under the Commission's rules, so long as a compensation arrangement exists between the carriers, an ILEC may not refuse to act as the transit carrier consistent with the Commission's rule (Rule 4901:1-7-13(C), O.A.C.).

ISSUE 4 ARBITRATION AWARD

To decide this issue, we shall rely upon Rule 4901:1-7-13(C), O.A.C., which reads as follows:

An intermediate telephone company may not refuse to carry transit traffic if:

- (1) It is appropriately compensated for the use of its network facilities necessary to carry transit traffic.
- (2) The originating and terminating telephone companies have a compensation agreement in place with the intermediate telephone company that sets the rates, terms and conditions for the compensation of such transit traffic.

The Commission agrees with CBT that the Commission's rules clearly require CBT to carry transit traffic if certain requirements are met. The Commission also notes that third-party carriers originating traffic destined to an Intrado PSAP customer are also obligated to establish a transport and termination agreement between the carrier and Intrado. In the Award for Issue 3, the Commission concluded that CBT, as the originating carrier, is

responsible for getting its end users' 911 calls to the POI on Intrado's network. Intrado's proposed language would appear to be contrary to this finding because it would prevent CLECs from using CBT to transit their end users' 911 calls to Intrado. While Intrado argues it does not believe the parties' interconnection agreement should address the exchange of third-party 911 traffic, it has done precisely that by inserting its proposed language banning it. As the Commission has found that CBT is required to carry transit third-party 911 traffic and Intrado is obligated to terminate that traffic given certain criteria are met, the Commission finds that Intrado's proposed language should not be included in the interconnection agreement. As noted above, third-party carriers originating traffic destined to an Intrado PSAP customer are also obligated to establish a transport and termination agreement with Intrado, whether the network connection is direct to Intrado or indirect via CBT (or some other carrier). Furthermore, there is nothing preventing a third-party carrier from seeking direct interconnection with Intrado pursuant to a mutually acceptable arrangement.

Issue 5 Should the parties adhere to National Emergency Number Association (NENA) and National Reliability and Interoperability Council (NRIC) recommended standards for trunking?

Intrado is proposing language stating that both parties should comply with NENA and NRIC recommendations for trunking in their interconnected networks. Intrado claims that it actively participated in industry bodies to ensure that it remains at the forefront of 911 solutions in the marketplace and that its Intelligent Emergency Network has been designed to capture and comply with NENA guidelines for next generation IP-based solutions (Hicks Testimony at 94). While Intrado acknowledges that NENA is not a standards setting body, it claims that NENA does provide valuable guidance to standard setting bodies, such as Association of Public Safety Communication Officials (APCO) and Association for Telecommunications Industry Solutions (ATIS) (*Id.*).

Intrado points out that CBT claims that its network is compliant with industry recommendations (Intrado Br. at 27, citing Tr. II at 78). Both parties, Intrado claims, should be required to engineer their networks consistent with the recommendations and guidelines established by the 911 industry (Tr. I at 267).

CBT avers that NENA and NRIC guidelines and recommendations are not mandatory and each carrier should retain control over the engineering details of its own network (Fite Testimony at 11). CBT points out that even Intrado acknowledges that NENA's own documents indicate that compliance is voluntary and that its recommendations are subject to cost benefit analysis (Tr. I at 213-214). CBT further argues that NENA is not a standards setting organization and does not recommend single solutions to issues. Instead, it often recognizes a variety of possible actions, each having their own pluses and minuses (Tr. I at 39, 48). CBT claims that Intrado's proposed

language is vague and could require CBT to comply with various NENA and NRIC guidelines and standards other than those applicable to the specific issue that is Intrado's true concern. If trunking arrangements are Intrado's true concern, then CBT contends that Intrado needs to justify the specific trunking arrangement that it desires (CBT Initial Br. 26). CBT further avers that its proposed means of handling 911 traffic is consistent with NENA publications on the interconnection of 911 networks (NENA Technical Reference NENA 03-003, CBT Exhibit 5).

CBT argues that given the almost limitless situations that individual companies may face in addressing particular engineering problems and the particular costs and benefits of a given situation, it would be meaningless to require the adoption of NENA standards. CBT points out that NENA does not recommend single solutions but rather a variety of possible actions. CBT avers that Intrado's proposed language would place CBT in the position where Intrado can second guess any engineering solution CBT implements within its own network. CBT concludes that the Commission should, therefore, adopt CBT's position on Issue 5 (CBT Initial Br. 25-26).

ISSUE 5 ARBITRATION AWARD

Given that NENA and NRIC guidelines and recommendations are not FCC requirements, the lack of specificity in Intrado's proposed language in this agreement, NENA's own recognition of the need for cost-benefit analyses, and the Commission's previous determination that CBT is responsible for the cost of delivering its end users' 911 calls to Intrado's selective router where Intrado is the 911 service provider to the PSAP, the Commission finds that a specific requirement to adhere to NENA and NRIC guidelines should not be incorporated into the interconnection agreement at this time.

Issue 6 What should each party charge the other party for facilities, features and functions necessary for the mutual exchange of 911 Service and E-911 Service Traffic?

Issue six concerns the pricing schedule in Section 3.8.7.1 of the parties' interconnection agreement. Intrado states that it, like CBT, seeks to impose reasonable port charges on CBT for connections to Intrado's network. Intrado further states that CBT should not be allowed to recover its costs while denying Intrado the opportunity to do the same (Joint Issues Matrix Page 8). Intrado states that it is entitled to charge for trunk ports and other incumbent companies do the same (Reply Brief at 20). Intrado states that CBT charges monthly per-line fees for 911 and E-911 services and states that Intrado seeks to impose reasonable port termination charges for CBT's connection to Intrado's network (Petition at 31-32, Hicks Testimony at 36). Intrado also states that CBT's proposed contract language at Section 3.8.2 indicates that it charges for trunking to its selective router, and

notes that it is possible that this trunking charge includes port charges (Hicks Testimony at 36-37).

Intrado states that its proposed charges are appropriate and consistent with industry practice and cites interconnection agreements filed by Embarq and AT&T to support this statement (Intrado Reply Br. 21). Intrado additionally points out that the FCC has determined that "interconnection" refers to the physical linking of two networks to provide for the exchange of traffic and is distinguished from transport and termination of said traffic, a finding that was upheld on appeal (Intrado Initial Br. 22). Finally, Intrado states that CBT is incorrect in stating that trunk port charges are appropriately included in reciprocal compensation charges, noting that the FCC has determined that the interconnection of networks is distinct from transport and termination of calls and that this Commission has previously determined that "the costs will only include terminating usage" (Intrado Reply Br. 21).

CBT points out that it does not charge for interconnection trunk ports (CBT Initial Br. 27, Joint Issues Matrix at 8, CBT Reply Br. 18) and opines that Intrado does not have the right to charge for interconnection trunk ports (Joint Issues Matrix at 8, CBT Reply Br. 18). CBT points out that it does not require any CLEC to pay for interconnection trunk ports, nor does any CLEC require CBT to pay for such ports (CBT Initial Br. 28, Tr. II at 54-55, CBT Reply Br. 18). CBT also opines that Intrado seems to misunderstand CBT's pricing schedule as referenced in section 3.8.2 of the contract. CBT notes that the monthly 911/E-911 charge appearing in the pricing schedule is the per-line end user 911 charge. Other carriers are required to collect this charge from their end-use customers and remit it to CBT, where CBT is the carrier providing service to the relevant PSAP (CBT Response to Petition at Page 20). Additionally, CBT notes that Intrado's witness was unable to indicate how CBT recovers its costs (CBT Initial Br. 27, Tr. I at 236-238).

CBT additionally opines that the port termination charges that Intrado seeks to impose on CBT are not allowed under Section 251 of the Act. CBT states that, under the FCC's interconnection rules, a CLEC is to charge the ILEC the same rates for interconnection that the ILEC charges, unless it has a cost study supporting a higher rate (Petticord Testimony at 24, CBT Initial Br. 28, referring to Rule 4901:1-7-12(D)(2)(b) O.A.C.). Additionally, CBT states that the cost of interconnection trunk ports is to be covered by CBT's reciprocal compensation rates (CBT Initial Br. 28, Tr. II at 13-14, CBT Reply Br. 19). CBT also indicates that, since the reciprocal compensation for 911 traffic in this interconnection agreement is a "bill and keep" arrangement, each carrier has implicitly agreed to absorb the cost of trunk ports on its network that are required for interconnection (CBT Response to Petition at Page 21, Petticord Testimony at 25, CBT Initial Br. 28, referring to Section 4.7.4 of the interconnection agreement). CBT notes that in its TELRIC proceeding it included the cost of trunk ports as one of the cost elements to be recovered in the per minute rate. The cost of trunk ports is not being charged because of

the bill and keep arrangement (Petticord Testimony at 25). Further, CBT indicates that, under its proposed language, it is not charging Intrado separately for trunk ports (Petticord Testimony at 25, CBT Reply Br. 19). Finally, CBT states that, if the Commission finds that Intrado is entitled to compensation for interconnection trunk ports, then it should find that CBT is similarly eligible to impose such charges (CBT Initial Br. 28, CBT Reply Br. 19).

ISSUE 6 ARBITRATION AWARD

CBT believes that it is not proper for Intrado to charge it for interconnection trunk ports, primarily because CBT believes the Commission approved CBT's TELRIC transport and termination rates as including the cost of interconnection trunk ports. Since the carriers have agreed not to employ reciprocal compensation for the transport and termination for 911 calls, CBT argues that a separate interconnection port charge, as proposed by Intrado, should not be allowed. The Commission, however, agrees with Intrado that reciprocal compensation for transport and termination of traffic is distinguishable from the compensation for physical interconnection. The Commission's Rule 4901:1-7-12, O.A.C., discusses the compensation for the transport and termination of traffic. The rule defines transport as "...the transmission, and any necessary tandem switching of telecommunications traffic..." and termination as "...the switching of the telecommunications traffic at the terminating telephone company's end office switch...and delivery of such traffic to the called party's premises." Inherent in these definitions is that there be traffic to transport and terminate in order for there to be compensation. Interconnection, on the other hand, is defined in Rule 4901:1-7-06, O.A.C., as the facilities and equipment physically linking two networks for the mutual exchange of traffic. Interconnection, and compensation for interconnection, may be required whether there is traffic or not. As proposed by Intrado, the trunk port would be the location of the point of interconnection on Intrado's network. As such, Intrado's trunk port is defined as an interconnection facility rather than a transport and termination facility. Consequently, the requirement that Intrado's rates be symmetrical to CBT's (i.e., the rates must be equal unless the non-ILEC provides a cost study) is not applicable here.

The question remains whether the rates for trunk-side ports proposed by Intrado are reasonable. Unfortunately, there is little in the record from either party that makes that answer apparent. CBT's assertion that the costs of interconnection trunk ports are included in its reciprocal compensation rates does not appear to be relevant to the question as to what Intrado can charge for its interconnection facility. CBT has otherwise not proposed a rate for trunk side interconnection ports. The Commission at this time only has in the record Intrado's assertion that its rates for trunk side interconnection ports are reasonable, though it does note that the proposed rates are not beyond the range of other companies. Based upon this somewhat limited record, the Commission concludes that Intrado's proposed rates are not unreasonable. The rates should be included in the

interconnection agreement and applicable only on Intrado's network where CBT delivers its traffic to Intrado consistent with the Commission's award for Issue 2.

Additionally, the Commission has previously determined that interconnection for the delivery of an ILEC customer's 911 call to a PSAP served by Intrado falls under the general requirement to interconnect imposed on carriers by Section 251(a), rather than the ILEC-specific requirements of Section 251(c).⁶ Under Section 251(a) of the Act, the terms, conditions and pricing of trunk side ports (the only services whose prices are in dispute) are open to negotiation between the parties. However, because CBT has not proposed rates that would be applicable to its interconnection trunk side ports under Section 251(a), the only rates appearing in the record are those of Intrado. Because there is nothing in the record to indicate that these rates are unreasonable and CBT has indicated a desire for reciprocity with regard to charging for trunk side ports, the Commission finds that Intrado's rates for trunk side ports are appropriate for both parties to the extent that the interconnection trunk ports are purchased under Section 251(a). Therefore, the parties are instructed to charge each other the same rate for each trunk side port purchased under Section 251(a), based on the rate proposed by Intrado.

It should be noted that if Intrado obtains a certification that would allow it to provide dial-tone services to end-use customers, interconnection, call transport, and termination, including access to CBT's 911 Selective Router where needed to terminate an Intrado end-use customer's call to the appropriate PSAP, would be under the auspices of Section 251(c). Whatever services or UNEs Intrado purchases from CBT in order to provide dial-tone services to Intrado's end-use customers would be under the auspices of Section 251(c) and shall be priced consistent with the rules in force implementing Section 251(c) at that time.

It is, therefore,

ORDERED, That Intrado and CBT incorporate the directives set forth in this Arbitration Award within their final interconnection agreement. It is, further,

ORDERED, That, within 30 days of this Arbitration Award, Intrado and CBT docket their entire interconnection agreement for review by the Commission, in accordance with Rule 4901:1-7-09(G)(5), O.A.C. If the parties are unable to agree upon an entire interconnection agreement within this time frame, each party shall file for Commission

⁶ See, *In the Matter of the Petition of Intrado Communications, Inc. for Arbitration of Interconnection Rates, Terms, and Conditions and Related Arrangements with United Telephone Company of Ohio dba Embarq and United Telephone Company of Indiana dba Embarq, Pursuant to Section 252(b) of the Telecommunications Act of 1996*, Case No. 07-1216-TP-ARB (Arbitration Award issued September 24, 2008).

review its version of the language that should be used in a Commission-approved interconnection agreement. It is, further,

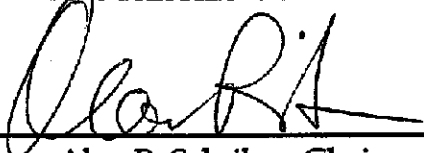
ORDERED, That nothing in this Arbitration Award shall be binding upon this Commission in any subsequent investigation or proceeding involving the justness or reasonableness of any rate, charge, rule, or regulation. It is, further,

ORDERED, That this Arbitration Award does not constitute state action for the purpose of antitrust laws. It is not our intent to insulate any party to a contract from the provisions of any state or federal law that prohibits restraint of trade. It is, further,

ORDERED, That this docket shall remain open until further order of the Commission. It is, further,

ORDERED, That a copy of this Arbitration Award be served upon Intrado, CBT, their counsel, and all interested persons of record.

THE PUBLIC UTILITIES COMMISSION OF OHIO




Alan R. Schriber, Chairman




Paul A. Centolella

Ronda Hartman Fergus



Valerie A. Lemmie

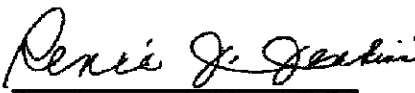


Cheryl L. Roberto

LDJ/CK/LS/MT/vrm

Entered in the Journal

OCT 08 2008



Renee J. Jenkins
Secretary